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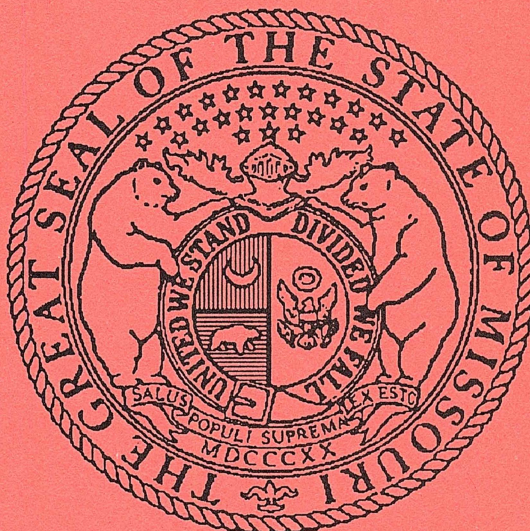
SEP 26 1989

Missouri Senate
Appropriations Committee

ANNUAL FISCAL REVIEW

Fiscal Year 1990

85th General Assembly
1st Regular Session



Prepared by
Senate Appropriations Committee Staff
August, 1989



MISSOURI SENATE
JEFFERSON CITY

ROGER B. WILSON
84TH GENERAL ASSEMBLY
19TH DISTRICT
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JEFFERSON CITY, MISSOURI 65101
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COMMITTEES:
APPROPRIATIONS, CHAIRMAN
EDUCATION
BUDGET CONTROL
BANKING, COMMERCE & TOURISM
RULES, JOINT RULES & RESOLUTIONS

August 31, 1989

TO ALL SENATORS AND SENATE STAFF:

The Fiscal Year 1990 Annual Fiscal Review was prepared for your information and future use on appropriations issues. It contains information on FY 89 and FY 90 withholdings, FY 90 increases, one-time expenditures, Governor's vetoes and FY 91 cost to continue budget. It also contains information on the general revenue fund and other state finances. The "Topics of Interest" section gives a historical as well as an upcoming perspective on issues to consider for FY 90 and FY 91.

If further information is needed on a particular budget item, please call on me or the Senate Appropriations staff.

Sincerely,

A handwritten signature in cursive script that reads "Roger B. Wilson".

ROGER B. WILSON

PREFACE

The Senate Appropriations Committee Staff is pleased to present their post-session publication of the Annual Fiscal Review. It is provided to legislators and staffs for a reference to the events, actions, and historical information regarding the appropriations and budget process during the 85th General Assembly, 1st Regular Session and also the 1st Extraordinary Session.

The Review remains divided into four major sections for easy reference from year-to-year. The General Information section provides the names of the members of the Senate, the structure of the Missouri Senate Appropriations Committee and Staff, the structure of the Missouri Senate Staff, and a summary of the possible fiscal impact resulting from legislation passed during this session.

Details of Missouri's \$7.583 billion budget is contained in the FY 90 Appropriations Information section. It includes appropriation bill totals for operating and capital improvement in the form of both raw data and pictorial graphs. Incorporated in this section is major budget increases, a summary of the Governor's vetoes, a list of one-time expenditures, and cost to continue FY 91 budget items for each department.

Section three is a summary of Missouri State Finances. This provides a history of the general revenue fund by receipt, it also provides spending, lapse, and emergency/supplemental appropriations by department. In addition, there is a history of the budget stabilization fund and cash operating reserve fund. The section finishes with a review of the limited total state revenues.

The final section consists of information on a wide range of subjects. There is data on topics which vary from state bonded indebtedness to actions taken as a result of the *Davis v. Michigan* court case.

We are certain the Annual Fiscal Review will provide the reader with valuable information regarding Missouri state finances in general for FY 90 and future fiscal years.

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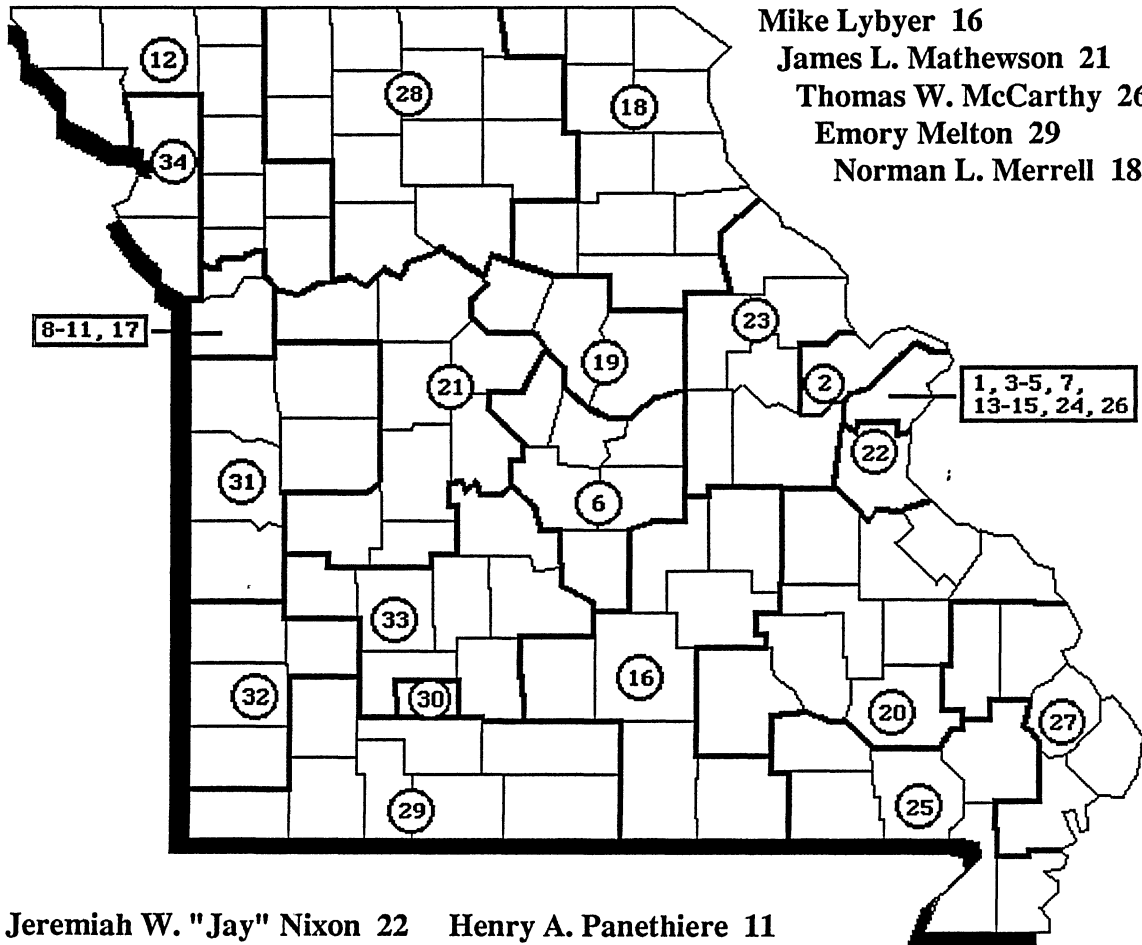
85th General Assembly
1st Regular Session

General Information

MEMBERS OF THE MISSOURI SENATE 85th GENERAL ASSEMBLY

J. B. "Jet" Banks 5 John F. Bass 4 Frank Bild 15 Harold L. Caskey 31
 Phil Curls 9 Pat Danner 12 John Dennis 27 Edwin L. Dirck 24
 David Doctorian 28 Fred Dyer 2 Francis E. Flotron 7 Wayne Goode 13
 Robert T. Johnson 8

Mike Lybyer 16
 James L. Mathewson 21
 Thomas W. McCarthy 26
 Emory Melton 29
 Norman L. Merrell 18



Jeremiah W. "Jay" Nixon 22 Henry A. Panethiere 11
 Edward Quick 17 John T. Russell 33 Jeff Schaeperkoetter 23
 John D. Schneider 14 John E. Scott 3 Stephen Sharp 25 Dennis Smith 30
 Danny Staples 20 Jim Strong 6 Irene Treppler 1 Richard M. Webster 32
 Harry Wiggins 10 Roger Wilson 19 Truman E. Wilson 34

SENATE STANDING COMMITTEES

Administration

Mathewson, chairman; Dennis, vice-chairman; Banks, Johnson, McCarthy

Aging, Mental Health & Elderly Affairs

Panethiere, chairman; Dirck, vice-chairman; Bass, Danner, Johnson, Russell, Smith
Staples

Agriculture and Agri-Business

Lybyer, chairman; Sharp, vice-chairman; Caskey, Schaeperkoetter, Staples,
Doctorian, Russell, Strong

Appropriations

Wilson, R., chairman; Wilson, T., vice-chairman; Bass, Curls, Goode, Merrell, Nixon,
Panethiere, Sharp, Wiggins, Doctorian, McCarthy, Melton, Russell, Webster

Commerce and Consumer Protection

Nixon, chairman; Scott, vice-chairman; Quick, Schneider, Bild, Treppler

Conservation, Parks and Tourism

Staples, chairman; Wilson, T., vice-chairman; Bass, Lybyer, Merrell, Bild, Webster

Criminal Jurisprudence

Sharp, chairman; Schaeperkoetter, vice-chairman; Bass, Flotron, Strong

Education

Caskey, chairman; Danner, vice-chairman; Bass, Goode, Lybyer, Merrell, Nixon,
Sharp, Wilson, R., Wilson, T., Doctorian, Johnson, Russell, Smith

Elections and General Laws

Dennis, chairman; Mathewson, vice-chairman; Curls, Scott, McCarthy, Webster

Energy and Environment

Goode, chairman; Schneider, vice-chairman; Nixon, Quick, Flotron, Strong, Treppler

Financial Institutions

Scott, chairman; Curls, vice-chairman; Quick, Schaeperkoetter, Staples, Dyer, Johnson,
Treppler, Wilson, R.

Governmental and Veterans' Affairs

Quick, chairman; Merrell, vice-chairman; Nixon, Panethiere, Melton, Treppler

Gubernatorial Appointments

Mathewson, chairman; Wilson, R., vice-chairman; Banks, Danner, Dennis, Scott, Wilson, T., Dyer, McCarthy, Webster

Insurance

Wilson, T., chairman; Staples, vice-chairman; Danner, Dirck, Lybyer, Johnson, Melton, Smith

Interstate Cooperation

Curls, chairman; Staples, vice-chairman; Sharp, Johnson, McCarthy

Judiciary

Schneider, chairman; Wiggins, vice-chairman; Caskey, Panethiere, Schaeperkoetter, Sharp, Dyer, Treppler, Webster

Labor and Industrial Relations

Bass, chairman; Quick, vice-chairman; Panethiere, Bild, Flotron

Local Government and Economic Development

Merrell, chairman; Dennis, vice-chairman; Nixon, Quick, Doctorian, Dyer, Treppler

Public Health and Welfare

Banks, chairman; Wiggins, vice-chairman; Curls, Schaeperkoetter, Merrell, Doctorian, Flotron, Strong

Rules, Joint Rules and Resolutions

Banks, chairman; Mathewson, vice-chairman; Sharp, Wiggins, Wilson, R., McCarthy, Melton, Webster

State Budget Control

Dirck, chairman; Mathewson, vice-chairman; Banks, Caskey, Scott, Wilson, R., Bild, Flotron, Melton

Transportation

Danner, chairman; Dennis, vice-chairman; Dirck, Lybyer, Dyer, Russell, Smith, Panethiere

Urban Affairs and Industrial Development

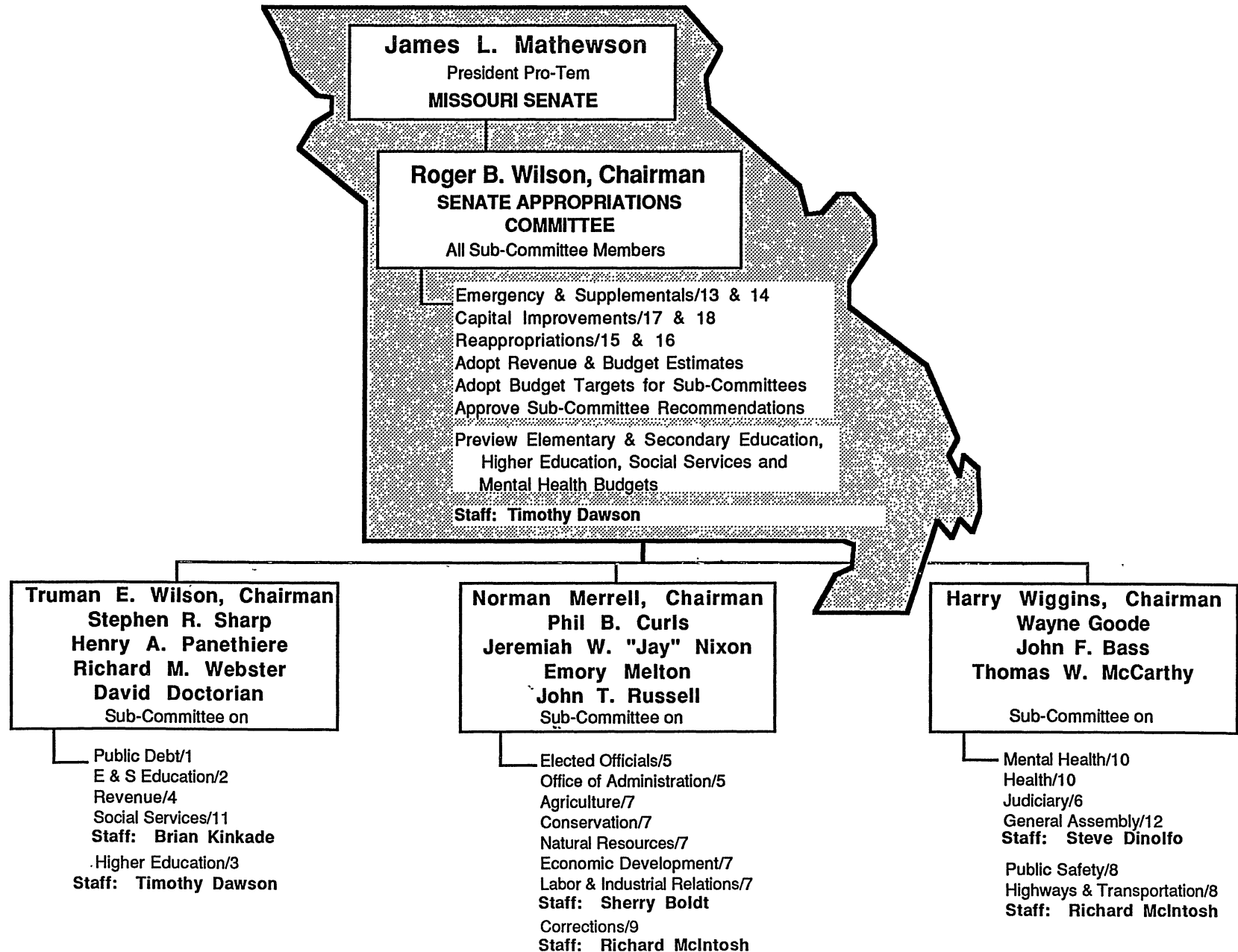
Curls, chairman; Caskey, vice-chairman; Banks, Goode, Flotron, Johnson, McCarthy

Ways and Means

Wiggins, chairman; Goode, vice-chairman; Caskey, Dirck, Schneider, Bild, Flotron, Smith

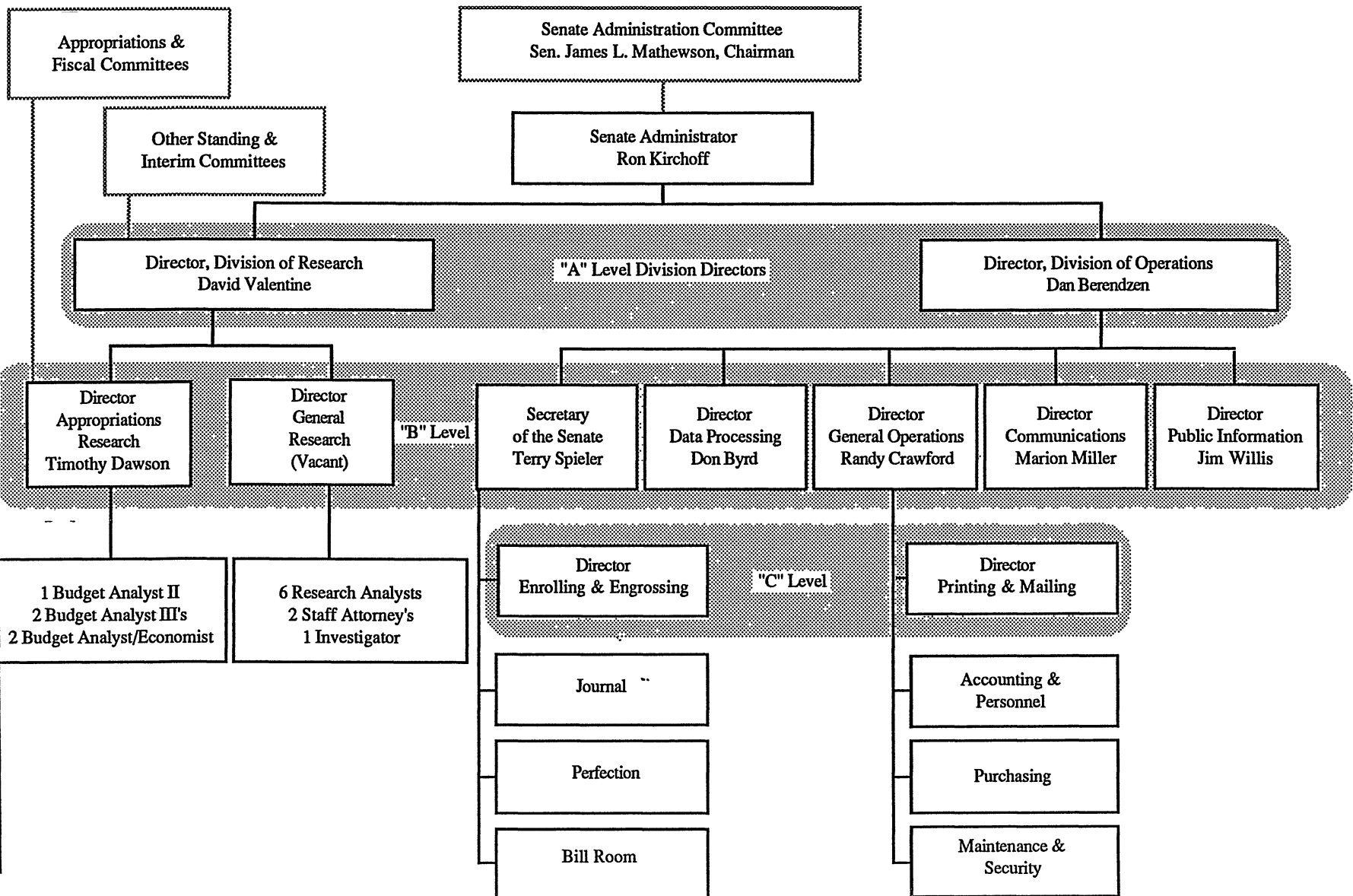
SENATE APPROPRIATIONS COMMITTEE & STAFF ORGANIZATION

Revised 1/5/89



MISSOURI SENATE STAFF ORGANIZATION

Senate Resolution No. 6, 1/4/89



FISCAL IMPACT OF LEGISLATION

There were 81 Senate bills, one Senate joint resolution, and 132 House bills truly agreed to and finally passed during the 85th General Assembly, 1st Regular Session. In addition, there were three House bills and one Senate bill truly agreed to and finally passed during the 85th General Assembly, 1st Extraordinary Session. The Governor vetoed seven Senate bills and 16 House bills. Of these enacted bills and resolutions, 76 will or could have a fiscal impact on the future financial status of the state of Missouri.

Although the impact from some legislation is indeterminable, a summary of general revenue, federal, and other funds is provided showing the increase, the cost avoidance or savings, and the cost to the fund source. The estimated impact to the state for fiscal year 1991 includes the following:

General Revenue:

Increase	\$166,438,639
Cost Avoidance/Savings	(\$ 7,981,401)
Cost	<\$235,228,779>

Federal:

Increase	\$ 100,000
Cost Avoidance/Savings	(\$ 7,351,564)
Cost	<\$107,651,717>

All Other Funds:

Increase	\$ 11,148,910
Cost Avoidance/Savings	(\$ 610,657)
Cost	<\$ 9,695,587>

A detailed break-down of the fiscal impact from each piece of legislation follows. A figure in () indicates a cost avoidance or savings to the fund or to the state. A figure in < > indicates a cost to the fund or to the state. All other figures represent an increase to the fund or the state.

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
HBs 77, 78, & 356	Regulates asbestos abatement projects and liquid underground storage tanks	GR	< 1,100 >	< 45,171 >	< 27,749 >	DNR/AG/OA/ State Courts Adm.
		FED	0	100,000	100,000	
		FED	0	< 100,000 >	< 100,000 >	
		USTR	0	375,000	375,000	
		USTR	0	< 298,811 >	< 289,462 >	
		NRPF	0	476,950	318,335	
		NRPF	0	< 328,483 >	< 250,512 >	
HB 82	Establishes the MO Right to Financial Privacy Act	GR	< 7,000 >	< 7,000 >	< 7,000 >	AG
HBs 128, 79, & 166	Establishes the MO regimented discipline program (Bootcamp)	GR	(280,908)	(280,908)	(280,908)	DOC/CBHE
		GR NOTE #15	< 293,803 >	< 223,126 >	< 234,185 >	
HB 143	Allows party which prevails in civil action or agency proceeding against the state to collect reasonable fees and expenses; publish monthly State Code of Regulations	GR	0	< 459,400 >	< 458,976 >	Secy. of State
HBs 190, 191, & 562	MO Bd. of Architects, Professional Engineers, and Land Surveyors to adopt rules of professional conduct	GR	16,022	30,856	0	DED-PR
		GR	< 46,878 >	0	0	
		BAPELS	54,522	92,975	66,752	
		BAPELS	0	< 81,498 >	< 53,174 >	
HB 211	Permits liens on motor vehicles, trailers, & manufactured homes to be used to secure future advances; transfers Motor Vehicle Commission to DOR; and requires DOR to retain odometer readings	GR	< 182,692 >	< 192,923 >	< 230,618 >	DOR
		HWY	< 2,953 >	0	< 377,470 >	
		MVCF				
		NOTE #16				

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
SJR 6	Repeals prohibitions against bingo advertising	GR	0	< 26,400 >	0	Secretary of State
SB 19	Repeals sunset provision for AIDS statutes	GR	< 427,530 >	< 433,539 >	< 442,187 >	DOH/DMH
SB 22	Authorizes transfer of fiduciary capacities between affiliated banks and trust companies	NOTE #1				State Court Adm.
SB 30	Establishes Prosecuting Attorneys' and Circuit Attorneys' Retirement Fund	GR PCARF	< 11,928 > 562,500	< 15,038 > 562,500	< 15,791 > 562,500	Treasurer/Joint Comm. on Public Retirement
SB 39	Regulates individuals and firms who distribute prescription drugs in MO	BPF BPF	90,000 < 54,455 >	93,750 < 62,780 >	101,250 < 66,468 >	DED-PR
SB 55	Exempts fire fighting equipment from highway size limitations	HWY	< 1,350 >	< 1,701 >	< 1,786 >	H & T
SB 88	Name change-Governor's Commission on Employment of People with Disabilities	GR	< 79 >	0	0	DLIR
SBs 112, 65, 114, 185, & 223	Increases frequency of testing for contaminants in community and non-community water supply systems	GR SDWF SDWF	< 115,352 > 150,000 < 150,000 >	< 2,923,946 > 150,000 < 150,000 >	< 2,875, 820 > 150,000 < 150,000 >	DNR
SBs 127, 72, 161, 171, 275 & 120	Rewrite of jury statutes; enable certain county administrators to hire a secretary; gives courts power to transfer a case filed in the wrong venue; & make changes in the way deposition costs would be taxed to parties in a case	GR	< 67,111 >	< 84,365 >	< 88,582 >	OA
SB 138	Transfers responsibility for payment of medical exams costs in connection with certain sex crimes from DOSS to DOH	GR CVCFF CVCFF	< 72,050 > 21,000 (567,000)	< 75,138 > 25,000 (567,000)	< 77,644 > 25,000 (567,000)	DLIR/DOH/ State Courts Adm.

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
SB 146	Increases maximum cost-of-living adjustment for Public School Retirement from 40% to 52%	NOTE #2				Retirement Systems
SB 163	Increases state payment to counties for care and detention of children	GR	0	< 477,886 >	< 955,772 >	OA/DOSS/State Courts Adm.
SB 186	Removes requirement that Highway Commission file biennial reports	HWY	(26,249)	(39,027)	(34,729)	H & T
SB 196	Would increase various fees allowed to county sheriffs for services rendered	GR	< 567,575 >	< 607,305 >	< 649,816 >	OA/State Courts Administrator
SB 198	Require instruction in government at the secondary school level	GR	< 22,674 >	< 31,345 >	< 32,911 >	DESE
SB 203 & 270	Enabling legislation for Omnibus Budget Reconciliation Act (OBRA) and Medicare Catastrophic Health Care Act	GR	29,859,705	92,340,166	127,389,325	DOSS/AG
		GR	(2,055,378)	(4,370,235)	(4,698,998)	
		GR	< 69,145,625 >	< 160,637,293 >	< 221,863,167 >	
		FED	(2,979,845)	(6,335,878)	(6,812,510)	
		FED	< 29,859,705 >	< 92,340,166 >	< 127,389,325 >	
SB 204	Establishes a crime laboratory in Jefferson County	GR	< 38,475 >	< 38,475 >	< 38,475 >	DPS
SB 209	Allows certain universities/colleges to have emblem used on certain license plates	HWY	122,241	1,302,918	1,389,762	DOR/DOC/ CBHE
		HWY	< 160,419 >	< 825,421 >	< 579,143 >	
		WCRF	0	204,110	4,080	
		WCRF	< 130,708 >	< 49,608 >	< 49,608 >	
SBs 215 & 58	Extensive revision of the criminal/civil statutes relating to controlled substances; 1/4 cent sales tax for Greene & Jackson counties could be voted on for County Anti-Drug Sales Tax Trust Fund	GR	107,763	226,303	237,618	DOH/DOC/DOR/ State Courts Adm.
		GR	< 39,831 >	< 68,150 >	< 70,730 >	
SB 217	Establishes certification program for occupational therapists, respiratory	NOTE #3				DED-PR
		MHCPF	297,535	600,130	0	
		MHCPF	0	< 504,914 >	< 281,966 >	

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
	care practitioners, and physicians assistants	BHAF BHAF	0 < 236,083 >	236,083 0	0 0	
SB 228	Exempts MO mutual & extended MO mutual insurance companies from income taxation	NOTE #4				DOR
SB 241	Mandates licensing of child care facilities; establishes the MO Child Care Development Program & Fund	GR	< 62,950 >	< 13,598 >	< 12,954 >	DOSS
SB 250	Revises and amends law regarding placement of surplus lines insurance	GR GR GR WCF SIF NOTE #5	2,307,733 (1,117,467) < 3,220,554 > (1,825) (2,585)	2,350,973 (1,129,440) < 3,364,483 > (1,916) (2,714)	2,396,375 (1,142,016) < 3,515,608 > (2,012) (2,850)	DED/DOSS
SB 251	Requires registration/certification of insurance 3rd-party administrators	GR GR NOTE #6	14,875 < 20,530 >	14,875 < 21,325 >	14,875 < 22,391 >	DED
SB 278	Requires inspection fees charged to manufacturers/dealers of manufactured housing to be deposited in Manu. Housing Fund instead of HWY Fund	MHF HWY	198,520 < 198,520 >	247,758 < 247,758 >	257,668 < 257,668 >	H & T/DED
SB 283	Grants temporary conditional license to first-time candidates for temporary licensure to practice medicine	BHAF	11,250	13,500	13,500	DED-PR
SB 295 & 312	Establishes new funding mechanisms for certain cities & counties to pay for qualifying sports, convention & tourism projects	GR NOTE #7	< 12,202,782 >	< 12,202,782 >	< 12,158,879 >	DOR/State Auditor
SB 300	Revises livestock marketing laws-creates animal disease laboratories	GR GR LDLE	(259,915) < 7,280 > 5,000	(259,985) < 7,280 > 5,000	(258,741) < 7,280 > 5,000	Agriculture

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
		LDLE	< 3,242 >	< 3,242 >	< 3,242 >	
		LSMF	14,890	15,890	14,890	
		LSMF	< 1,946 >	< 1,946 >	< 1,569 >	
		AHLF	284,870	284,870	284,870	
		AHLF	< 25,717 >	< 24,885 >	< 26,129 >	
SB 315	Makes circuit clerks' salaries eligible for COLA increases	GR	< 29,000 >	< 29,000 >	< 29,000 >	State Courts Adm.
SB 327	Requires further information regarding odometer readings to be recorded on titles	HWY HWY	3,490 < 65,733 >	4,190 < 45,089 >	4,190 < 30,443 >	DOR
SB 333	Creates MO Property & Casualty Insurance Guaranty Association Act	GR NOTE #8	0	< 11,500 >	< 23,333 >	DED/DOR/ State Courts Adm.
SB 337	Defines & stipulates the potential services emergency medical technicians could perform at the accident scene	GR	< 68,073 >	< 36,034 >	< 37,836 >	DOH
SB 340	Increases the sales tax on wine by 2 cents per gallon and extends the sunset from 10/1/91 to 10/1/2001	MDF NOTE #9	138,160	165,799	497,396	Agriculture
SB 364	Provides that criminals must pay monies earned on sale of story of crime to Div. of Workers' Compensation	CVCF	< 41,909 >	< 54,501 >	< 52,392 >	DLIR
SB 387	Changes powers & duties of Board of Nursing Home administrators	GR	840	1,100	1,100	DOSS
SB 420	Changes adult abuse law	GR NOTE #10	< 42,895 >	< 37,139 >	< 38,995 >	DPS/State Courts Adm.
SB 429	Provides a penalty to liquor manufacturers, solicitors/wholesalers who do not file monthly reports in a timely manner	GR	7,081	4,250	4,250	DPS
SB 439	Creates a "judicial resources commission" and encourages use of senior judges to	GR NOTE #11				State Courts Adm.

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
	reduce case load					
SB 444	Authorizes use of funds to assist public water systems in the event of drought	GR OTHER	< 400,000 > < 800,000 >	< 400,000 > < 800,000 >	< 400,000 > < 800,000 >	DNR/Treasurer
HBs 22 & 390	Changes the make-up and operations of the Children's Services Commission	MCSCF NOTE #12	< 33,636 >	< 40,575 >	< 42,604 >	DOSS
HBs 35, 500, 516, & 601	Makes technical changes in the state's income tax law	GR NOTE #13	0	< 31,137 >	< 23,003 >	DOR
HB 36	Allows the General Assembly, by concurrent resolution, to employ a CPA firm to audit the State Auditor's Office	NOTE #14				General Assembly
HB 51	Clarifies adoption law as to who may place a minor for adoption, etc.	GR GR	10,238 < 25,000 >	14,333 < 25,000 >	15,049 < 25,000 >	DOSS

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
HB 214	Makes selling fish or wildlife illegally obtained a Class A misdemeanor; establishes MO Aquaculture Council	AMDF AMDF	22,875 < 1,800 >	30,195 < 1,890 >	33,215 < 1,985 >	Agriculture
HB 245	Conveys St. Joseph armory building to Economic Opportunity of Greater St. Joseph	GR	(1,000)	(1,050)	(1,103)	DPS
HB 246	Clarifies filing dates for non-profit corporations	GR	500	500	500	Secy. of State
HB 249 & 47	Authorizes operation of innovation centers; allows business incubator grants; allows tax credits for contributions to incubator fund; & establishes enterprise zone in Rolla	GR MSBIF	0 NOTE # 17	<71,826 >	0	DED/DOR
HBs 277, 179 & 227	Allows prosecutors to apply to courts for authority to enter into wiretaps where there is evidence involving drugs	GR NOTE #18	< 56,800 >	< 7,300 >	< 8,300 >	DPS/State Courts Adm.
HB 320	Establishes an Advisory Council for Professional Therapists	BHAF	< 5,200 >	< 5,200 >	< 5,200 >	DED-PR
HB 321	Creates program for metallic mineral waste management within DNR	GR MMF MMF	0 0 0	< 11,185 > 105,000 < 96,459 >	< 11,744 > 115,000 < 105,106 >	DNR/AG
HB 323	Allows certain counties to give grants to other political subdivisions in lieu of tax reductions	GR GR NOTE #19	1,706 < 3,781 >	3,480 0	3,549 0	DOR

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
HB 378	Establishes the MO Rural Economic Development Council & the Office of Rural Development in DED; and authorizes grants to 20 communities	GR GR NOTE #20	159,080 < 2,275,356 >	210,979 < 1,351,694 >	221,335 < 1,389,279 >	DED/DOR
HB 408	Makes extensive changes in the statutes relating to the Dept. of Corrections	NOTE #21				DOC
HB 420	Designates State Highway 19 as a scenic and historic route	HWY	< 8,835 >	0	0	H&T/DNR
HBs 438, 440, 96, & 97	Establishes recycling program for state govt.; prohibits sale of items held together with non-degradable plastic rings; and relates to polystyrene foam products	GR GR GR	220,451 (307,678) < 117,686 >	231,474 (352,562) < 175,565 >	243,047 (359,690) < 178,230 >	DNR/OA
HB 493	Requires all renovation and new construction undertaken by the state to conform with the American National Standards Institute (ANSI) specifications for making public improvements accessible to and usable by handicapped	Consv. Fund NOTE #22	< 2,000,000 >	< 2,000,000 >	< 2,000,000 >	Conservation
HBs 502, 503 & 130	Restructures laws relating to child and family welfare	GR GR GR FED CVCF	6,000 0 < 298,613 > < 6,000 > < 80,850 >	818,674 (315,900) < 2,975,339 > < 8,401 > < 80,850 >	1,549,152 (315,900) < 4,459,687 > < 8,821 > < 80,850 >	DOSS/DMH/State Courts Adm./DLIR/ OA
HB 506	Lessens the responsibility of the Director, DED for abandoned property	GR	(537,398)	(564,268)	(592,481)	DED

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
HB 610	Allows certain members of the Public School Retirement System to become members of the MO State Employees' Retirement System	GR FED OTHER NOTE # 23	< 7,613,738 > < 272,302 > < 13,970 >	< 8,073, 915 > < 544,604 > < 27,940 >	< 8,119,933 > < 571, 835 > < 29,337 >	OA/DESE
HB 674	Makes numerous technical changes in MOSERS Law and changes the treatment of pension benefits for state income tax purposes	GR GR HWY NOTE #24	3,100,000 < 225,247 > < 500,000 >	2,000,000 < 14,427,524 > < 500,000 >	2,200,000 < 30,937,801 > < 500,000 >	DOR/OA
HBs 738 & 720	Licenses clinical social workers; makes changes in regulations of cosmetologists, psychologists, and professional counselors	GR GR BCF CSWF CSWF SCPF CPCF NOTE #25	0 < 173,568 > < 1,065 > 186,300 0 < 17,801 > < 13,267 >	142,770 < 38,822 > < 1,065 > 372,600 < 312,390 > < 20,844 > < 15,583 >	0 < 40,764 > < 1,065 > 246,503 < 178,100 > < 22,638 > < 16,758 >	DED-PR
HB 786	Increases Recorder of Deed's user fee from \$3 to \$4 and is applied to every record	SLSF LRP NOTE #26	542,416 1,120,500	653,513 1,350,000	653,513 1,350,000	DNR/Secy. of State/ DOR
HB 795	Establishes the "Child Health Insurance Reform Plan"	NOTE #27				OA/DOSS
HB 850	Creates a Veterans Trust Fund for use by the MO Veterans Commssion which was reduced to 5 members and which replaced the Div. of Veterans Affairs	GR GR GR VTF VTF NOTE #28	(3,019) 50,000 < 190,440 > 50,000 < 50,000 >	(3,886) 26,198 < 26, 198 > 100,000 < 26,198 >	(4,857) 26,260 < 26,260 > 350,000 < 26,260 >	DPS/DOR/ Treasurer

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
HB 869	Designates purple loosestrife as a noxious weed; requires state agencies to pay for eradication costs if the agencies have purchased the seed	Road Fund	< 9,076 >	< 11,438 >	< 12,010 >	H & T
HB 870	Establishes a "Manufactured Housing Fund" for the deposit of inspection fees for manufactured home	HWY MHF	< 198,520 > 198,520	< 247,758 > 247,758	< 257,668 > 257,668	DED/H & T
85TH GENERAL ASSEMBLY - FIRST SPECIAL SESSION						
SB 2	Provides temporary increases in sales and corporate income tax rates	GR	71,600,000	53,000,000	37,900,000	DOR
		HWY	2,200,000	260,000	0	
		GR	< 123,424 >	< 50,696 >	< 54,880 >	
HB 2	Provides enabling legislation for the federal Family Support Act	GR	2,282,742	15,021,708	19,205,247	DOSS
		GR	(272,808)	(703,167)	(1,130,193)	
		GR	< 3,966,269 >	< 25,492,937 >	< 32,571,795 >	
		FED	(395,501)	(1,015,686)	(1,632,501)	
		FED	< 2,168,045 >	< 14,658,546 >	< 18,669,404 >	
HB 3	Restructures laws relating to the issuance of drivers licenses	HWY	0	3,173,421	2,413,954	DOR/DPS/
		HWY	< 859,113 >	< 2,826,760 >	< 2,550,539 >	State Courts Adm.
		NOTE #29				
GRAND TOTAL		GR	109,744,646 (4,835,571) <102,163,689>	166,438,639 (7,981,401) <235,228,779>	191,407,682 (8,784,887) <322,162,375>	
		FED	0 (3,375,346) <32,306,052>	100,000 (7,351,564) <107,651,717>	100,000 (8,445,011) <146,739,385>	
		OTHER	6,274,589 (597,659) <5,666,168>	11,148,910 (610,657) <9,695,587>	9,490,046 (606,591) <9,101,152>	

KEY: () INDICATES COST AVOIDANCE (SAVINGS) TO FUND OR STATE
< > INDICATES COST TO FUND OR STATE

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
KEY:	() INDICATES COST AVOIDANCE (SAVINGS) TO FUND OR STATE < > INDICATES COST TO FUND OR STATE ALL OTHER FIGURES REPRESENT AN INCREASE TO FUND OR STATE					
NOTES:	#1 Office of State Courts Administrator has no basis for estimating the number of applications for appointment of a new fiduciary. While number may be small, there is a potential that a significant number of transfers could be challenged at any time. #2 Cost would be over \$100,000 but an actuarial study would be required to determine total costs. System trustees would have to request increases in contributions from employees and employers. #3 Department of Corrections and State Courts Administrator estimate the fiscal impact could be substantial, more then \$100,000 per year. #4 Only those companies which are currently not paying premium taxes would be exempt from corporate income tax. The revenue impact is estimated to be less than \$100,000. #5 According to the Department of Social Services, there may be an unestimable savings to the Title XIX program which currently provides medical assistance benefits for "Adoption Subsidy" children. #6 There would also be income from administrative penalties ranging from \$0 to \$1,000 each. #7 The total cost to general revenue was given as a range. The high end of the range is given above. The applicable low end of the range is as follows: FY90 <\$55,670>; FY91 <\$50,812>; and FY92 <53,111>. There would be additional cost to the State if the General Assembly appropriated funds for debt service of bonds for qualifying projects; which should not impact GR until FY94. Gain: There would be additional taxes generated from qualifying projects from direct and indirect taxes. Loss: The General Assembly would appropriate funds for qualifying projects that would not exceed the new net public fiscal benefit amount limitations. #8 Loss of general revenue given as a range for FY91 of \$5,000 to \$11,500; FY 92 of \$10,000 to \$23,333. The Office of State Courts Administrator assumes there could be some small impact on the civil cases workload of the courts, however it should not exceed \$100,000. #9 The income in FY92 reflects the entire \$.06 tax per gallon rather than the increase of \$.02 tax per gallon as in FY90 and 91, because under the current law, the funding program would terminate 10/1/91.					

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
#10	Office of State Courts Administrator anticipates a change in the total volume of petitions and money collected; however, they stated that projections were not feasible at that time.					
#11	The State Courts Administrator estimates the cost would be in excess of \$100,000 per year but could not give an exact estimate.					
#12	Since the number of ex officio members is not specified, a total cost is not available but should be approximately \$75 per day per member.					
#13	Sales Tax: The increase from 125% to 135% would cause increased revenues to the General Revenue Fund, the School District Trust Fund, the Conservation Fund, and the Parks and Soils Funds. The Department of Revenue did not have the necessary information to determine the fiscal impact of this proposal, but it assumes that the net fiscal impact would be positive and that it would exceed \$100,000 annually.					
#14	The actual cost would depend upon the specific request of the concurrent resolution and the bids received by the Commissioner of Administration. The cost for the audit would be paid out of the Joint Contingent Fund of the General Assembly.					
#15	A success rate of 80% would reduce incarceration expense by \$1,321,920; a 70% rate, by \$1,156,680. As this would be a new program, a firm success rate cannot be given. Cost would be redistributed among the community junior colleges within the state aid formula.					
#16	Motor Vehicle Commission fees would be set to offset the operational costs of the Commission.					
#17	The income to the Missouri Small Business Incubator Fund would be dependent upon the amount of contributions made by taxpayers. There would also be a loss of revenue (equal to 1/2 of the contributions) dependent upon the number and amount of contributions.					
#18	FY90 cost given as a range of \$36,800 to \$56,800. There would be some travel costs to the state for review of wiretap applications.					
#19	Subject to affirmative vote of citizens of St. Francois County.					
#20	Costs to general revenue due to tax credits could not be estimated. The range of grants-in-aid to RCEAP is \$0 to \$600,000 annually. The income to the Infrastructure Development Fund would be dependent upon the number of entities and the size of their eligible contributions. The income to the MO Export Exchange Fund would depend on the amounts appropriated and transferred to the fund.					
#21	Cost would vary from year to year, but the Department of Corrections has estimated the cost to be less than \$100,000 annually.					
#22	Department of Conservation gave a cost estimate as a range from \$500,000 to \$2,000,000 annually.					

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
#23	If a referendum in accordance with section 105.353, RSMo, is called and the results are affirmative, the General Revenue Fund, Federal and Other Funds would be liable for the employer's share of Social Security Tax (7.7% of gross salary beginning January 1, 1991).					
#24	In addition, changes in MOSERS provisions will cost at least \$225,000 general revenue per fiscal year.					
#25	Income from the previous psychologists' and professional counselors fees and licenses would be transferred to the State Committee of Psychologists Fund and the Committee of Professional Counselors Fund from the Board of Healing Arts Fund. These would also be current and future licenses/fees.					
#26	The funds collected for the State Land Survey Fund would be appropriated to the Division of Geology and Land Survey for monument and document preservation. The funds collected for the Preservation of Local Records would be appropriated to the Secretary of state for preservation of local records.					
#27	Costs to the state medical plan cannot be estimated until an actuarial cost study is done.					
#28	The net effect to General Revenue would depend upon whether or not the General Assembly chooses to appropriate moneys annually from the Veterans Trust Fund to the Department of Revenue to pay the cost incurred for collecting and transferring funds.					
#29	There would be some federal monies appropriated to the state to partially implement portions of this act. It is unknown what amount of federal monies would be available at this time. The Department of Revenue assumes if this proposal were not implemented, the federal government would withhold \$12.5 million from the Highway Fund in 1993 and \$25 million each year thereafter. State reimbursement to local courts for DWI expungement hearings-the State Courts Administrator anticipates an unestimable cost in only the first two years after enactment.					

BILL NO.	SUBJECT	FUND	FY 1989-1990	FY 1990-1991	FY 1991-1992	DEPARTMENT
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FUND ABBREVIATIONS

AHLF	Animal Health Laboratory Fee Fund	MDF	Market Development Fund
AMDF	Aquaculture Marketing Development Fund	MEUC	MO Emblem Use Contribution
BAPELS	Board of Architects, Professional Engineers, & Land Surveyors	MHCPF	MO Health Care Providers Fund
BCF	Board of Cosmetology Fund	MHF	Manufactured Housing Fund
BHAF	Board of Healing Arts Fund	MMF	Metallic Mineral Waste Management Fund
BPF	Board of Pharmacy Fund	MSBIF	MO Small Business Incubator Fund
CPCF	Committee of Professional Counselors Fund	MVCF	Motor Vehicle Commission Fund
CSWF	Clinical Social Workers Fund	NRPF	Natural Resources Protection Fund
CVCF	Crime Victims Compensation Fund	PCARF	Prosecuting & Circuit Attorney's Retirement Fund
FED	Federal Funds	SCPF	State Committee of Psychologists Fund
GR	General Revenue	SDWF	Safe Drinking Water Fund
HWY	Highway Fund	SIF	Second Injury Fund
LDLE	Livestock Dealers Law and Enforcement Fund	SLSF	State Land Survey Fund
LRP	Local Records Preservation	USTR	Underground Storage Tank Regulation Program Fund
LSMF	Livestock Sales and Market Fee Fund	VTF	Veterans Trust Fund
MCSCF	MO Children's Services Commission Fund	WCF	Workers' Compensation Fund
		WCRF	Working Capital Revolving Fund

FY 90
Appropriations
Information

85th General Assembly Calendar of Appropriations Events

January, 1989

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85th General Assembly Calendar of Appropriations Events

March, 1989

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12	13	14	15	16	17	18
		House Floor Action Perfection HB 1-12 HB 17-20	House Floor Action Third Reading HB 1-12 HB 17-20		Senate Spring Recess Begins	
		HB 13 Signed by Governor	Senate First Reading HB 1-12			
19	20	21	22	23	24	25
			House Floor Action Perfection HB 15-16	House Floor Action Third Reading HB 15-16	House Spring Recess Begins	
	Senate Spring Recess					
26	27	28	29	30	31	
		Full Committee Mark-up HB 1-4, and HB 11	Full Committee Mark-up HB 5, 7, and HB 9	Full Committee Voted Out HB 1-5, HB 7, 9, and 11		
	House Spring Recess					

85th General Assembly Calendar of Appropriations Events

April, 1989

ANNUAL FISCAL REVIEW
Fiscal Year 1990

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						1
2	Full Committee Mark-up HB 6, 8, HB 10, and HB 12 Full Committee Voted Out HB 6, 8, HB 10, and HB 12	4	Budget Hearing HB 15 & HB 16 Senate Floor Action Adoption of Substitutes & Third Reading HB 1-8	Senate Floor Action Adoption of Substitutes & Third Reading HB 9-12	7	8
9	10	11	Full Committee Mark-up HB 15 & HB 16	House Floor Action TAFP HB 1-12 Senate Floor Action TAFP HB 1-12	HB 1-12 Delivered to Governor	15
CONFERENCE COMMITTEE HB 1-12						
16	17	Senate Floor Action Adoption of Substitutes & Third Reading HB 15	Senate Floor Action Adoption of Substitutes & Third Reading HB 16	20	21	22
23	24	25	26	27	28	29
30			Budget Hearing HB 17-20	Full Committee Mark-up HB 17-20	Conference Committee HB 15 & HB 16	

85th General Assembly Calendar of Appropriations Events

May, 1989

ANNUAL FISCAL REVIEW
Fiscal Year 1990

S	M	T	W	T	F	S
	1 Senate Floor Action Adopt Substitutes & Third Read HB 17-20	2	3 Conference Committee HB 17-20	4 House Floor Action Senate Floor Action TAFP HB 15-20 Governor's Veto Message Required HB 1-12 (if sent by April 19)	5	6
7	8	9	10	11	12 Session Ends	

FISCAL YEAR 1990

APPROPRIATION BILL TOTALS

Note: Bill totals do not include court ordered payments to St. Louis and Kansas City school districts for desegregation and do not include supplemental funds for FY 89.

DEPARTMENTAL ASSIGNMENTS FOR APPROPRIATIONS BILLS

House Bill 1	Public Debt
House Bill 2	Department of Elementary and Secondary Education
House Bill 3	Department of Higher Education
House Bill 4	Department of Revenue
House Bill 5	Elected Officials Office of Administration
House Bill 6	Judiciary
House Bill 7	Department of Agriculture Department of Conservation Department of Natural Resources Department of Economic Development Department of Labor and Industrial Relations
House Bill 8	Department of Highways and Transportation Department of Public Safety
House Bill 9	Department of Corrections and Human Resources
House Bill 10	Department of Mental Health Department of Health
House Bill 11	Department of Social Services
House Bill 12	General Assembly
House Bill 13	FY 88 Emergency and Supplemental
House Bill 14	N/A
House Bill 15	Reappropriations - Regular Funds
House Bill 16	Reappropriations - Third State Building Fund (TSBF)
House Bill 17	Capital Improvements - Maintenance - Regular Funds
House Bill 18	Capital Improvements - Maintenance - TSBF
House Bill 19	Capital Improvements - New Construction
House Bill 20	Capital Improvements Authorization - TSBF

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 1							
Public Debt							
GR	\$78,083,457	\$80,838,558	\$80,838,467	\$80,838,227	\$80,838,279	\$80,838,279	3.53%
FED	0	0	0	0	0	0	0.00%
OTH	76,379,787	77,657,075	77,657,075	77,657,075	77,657,075	77,657,075	1.67%
TOTAL	\$154,463,244	\$158,495,633	\$158,495,542	\$158,495,302	\$158,495,354	\$158,495,354	2.61%
(FTE)	1.40	1.40	1.40	1.40	1.40	1.40	0.00%
HB 2							
El. & Sec. Education							
GR	\$1,118,925,707	\$1,177,153,317	\$1,179,125,902	\$1,181,793,996	\$1,181,617,536	\$1,181,315,312	5.58%
FED	253,770,402	263,971,670	263,919,563	263,793,095	263,835,474	263,835,474	3.97%
OTH	491,218,830	517,873,080	517,873,080	518,449,080	518,449,080	518,449,080	5.54%
TOTAL	\$1,863,914,939	\$1,958,998,067	\$1,960,918,545	\$1,964,036,171	\$1,963,902,090	\$1,963,599,866	5.35%
(FTE)	2,086.90	2,095.90	2,132.30	2,129.30	2,131.30	2,129.30	2.03%
HB 3							
Higher Education							
GR	\$551,754,090	\$598,129,203	\$598,195,611	\$606,876,212	\$603,835,629	\$603,535,629	9.38%
FED	7,292,603	7,301,379	7,307,939	7,306,561	7,307,014	7,307,014	0.20%
OTH	56,557,772	55,459,870	55,478,872	55,474,742	55,475,809	55,475,809	-1.91%
TOTAL	\$615,604,465	\$660,890,452	\$660,982,422	\$669,657,515	\$666,618,452	\$666,318,452	8.24%
(FTE)	105.80	105.30	105.30	105.30	105.30	105.30	-0.47%
HB 4							
Revenue							
GR	\$259,095,672	\$272,834,739	\$272,478,431	\$272,583,261	\$272,534,053	\$272,534,053	5.19%
FED	593,890	614,595	612,897	609,953	610,497	610,497	2.80%
OTH	327,744,890	366,466,200	366,529,041	366,542,059	366,555,858	366,555,858	11.84%
TOTAL	\$587,434,452	\$639,915,534	\$639,620,369	\$639,735,273	\$639,700,408	\$639,700,408	8.90%
(FTE)	2,235.28	2,274.67	2,269.20	2,279.20	2,277.20	2,277.20	1.88%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 5							
Elected Officials							
GR	\$25,134,998	\$30,470,299	\$26,579,889	\$27,472,744	\$26,737,716	\$26,737,716	6.38%
FED	422,615	405,684	394,919	407,539	395,454	395,454	-6.43%
OTH	8,025,375	8,162,779	8,009,653	8,056,960	8,015,601	8,015,601	-0.12%
TOTAL	\$33,582,988	\$39,038,762	\$34,984,461	\$35,937,243	\$35,148,771	\$35,148,771	4.66%
(FTE)	621.35	690.35	630.35	633.85	632.35	632.35	1.77%
HB 5							
Office of Administration							
GR	\$275,511,352	\$298,418,145	\$298,362,440	\$297,372,797	\$298,215,667	\$298,072,659	8.19%
FED	18,086,973	19,051,394	19,051,206	19,350,792	19,350,893	19,350,893	6.99%
OTH	97,836,149	110,472,892	110,645,684	110,356,700	110,624,654	110,624,654	13.07%
TOTAL	\$391,434,474	\$427,942,431	\$428,059,330	\$427,080,289	\$428,191,214	\$428,048,206	9.35%
(FTE)	960.50	999.21	1,001.96	966.55	993.96	993.96	3.48%
HB 5 TOTALS							
GR	\$300,646,350	\$328,888,444	\$324,942,329	\$324,845,541	\$324,953,383	\$324,810,375	8.04%
FED	18,509,588	19,457,078	19,446,125	19,758,331	19,746,347	19,746,347	6.68%
OTH	105,861,524	118,635,671	118,655,337	118,413,660	118,640,255	118,640,255	12.07%
TOTAL	\$425,017,462	\$466,981,193	\$463,043,791	\$463,017,532	\$463,339,985	\$463,196,977	8.98%
(FTE)	1,581.85	1,689.56	1,632.31	1,600.40	1,626.31	1,626.31	2.81%
HB 6							
Judiciary & Public Defender							
GR	\$73,236,863	\$81,321,171	\$81,479,430	\$80,251,382	\$81,320,853	\$81,276,343	10.98%
FED	100,720	102,241	102,749	100,720	102,782	102,782	2.05%
OTH	170,000	570,000	570,000	570,000	570,000	570,000	235.29%
TOTAL	\$73,507,583	\$81,993,412	\$82,152,179	\$80,922,102	\$81,993,635	\$81,949,125	11.48%
(FTE)	2,583.72	2,741.47	2,742.47	2,741.47	2,742.47	2,741.47	6.11%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 7 Agriculture							
GR	\$9,661,356	\$10,392,161	\$10,047,707	\$10,739,484	\$10,278,818	\$10,278,818	6.39%
FED	534,663	562,611	565,476	561,750	562,022	562,022	5.12%
OTH	14,235,420	14,550,912	14,520,488	14,547,028	14,543,010	14,543,010	2.16%
TOTAL	\$24,431,439	\$25,505,684	\$25,133,671	\$25,848,262	\$25,383,850	\$25,383,850	3.90%
(FTE)	459.95	471.58	456.83	473.58	467.58	467.58	1.66%
HB 7 Conservation							
GR	\$0	\$0	\$0	\$0	\$0	\$0	0.00%
FED	0	0	0	0	0	0	0.00%
OTH	56,476,098	57,328,045	57,667,576	57,941,374	58,105,371	58,105,371	2.88%
TOTAL	\$56,476,098	\$57,328,045	\$57,667,576	\$57,941,374	\$58,105,371	\$58,105,371	2.88%
(FTE)	1,611.00	1,617.00	1,616.00	1,617.00	1,620.00	1,620.00	0.56%
HB 7 Natural Resources							
GR	\$12,055,559	\$10,924,790	\$10,755,406	\$13,552,891	\$10,024,972	\$9,424,972	-21.82%
FED	54,941,727	54,388,144	54,450,413	53,785,696	53,813,218	53,813,218	-2.05%
OTH	124,717,975	139,173,264	138,537,704	134,631,120	138,658,606	138,481,806	11.04%
TOTAL	\$191,715,261	\$204,486,198	\$203,743,523	\$201,969,707	\$202,496,796	\$201,719,996	5.22%
(FTE)	1,397.69	1,570.14	1,503.90	1,501.29	1,499.14	1,498.14	7.19%
HB 7 Economic Development							
GR	\$36,358,636	\$40,192,877	\$37,332,279	\$38,133,158	\$37,862,174	\$37,814,674	4.00%
FED	94,254,633	95,194,325	94,930,430	95,060,815	94,970,301	94,970,301	0.76%
OTH	19,113,556	18,514,260	18,593,282	18,398,233	19,578,311	19,533,311	2.20%
TOTAL	\$149,726,825	\$153,901,462	\$150,855,991	\$151,592,206	\$152,410,786	\$152,318,286	1.73%
(FTE)	1,008.03	1,041.72	1,035.77	1,035.72	1,032.22	1,031.22	2.30%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 7							
Labor & Industrial Relations							
GR	\$2,255,298	\$2,365,821	\$2,306,984	\$2,360,331	\$2,341,716	\$2,326,716	3.17%
FED	76,203,719	81,909,485	81,753,876	81,343,199	81,451,624	81,451,624	6.89%
OTH	23,557,226	24,065,438	23,951,628	24,002,705	23,914,516	23,914,516	1.52%
TOTAL	\$102,016,243	\$108,340,744	\$108,012,488	\$107,706,235	\$107,707,856	\$107,692,856	5.56%
(FTE)	2,539.35	2,543.70	2,543.10	2,544.10	2,543.10	2,542.10	0.11%
HB 7 TOTALS							
GR	\$60,330,849	\$63,875,649	\$60,442,376	\$64,785,864	\$60,507,680	\$59,845,180	-0.81%
FED	225,934,742	232,054,565	231,700,195	230,751,460	230,797,165	230,797,165	2.15%
OTH	238,100,275	253,631,919	253,270,678	249,520,460	254,799,814	254,578,014	6.92%
TOTAL	\$524,365,866	\$549,562,133	\$545,413,249	\$545,057,784	\$546,104,659	\$545,220,359	3.98%
(FTE)	7,016.02	7,244.14	7,155.60	7,171.69	7,162.04	7,159.04	2.04%
HB 8							
Highways & Transportation							
GR	\$4,338,233	\$4,403,542	\$4,594,496	\$4,429,323	\$4,615,063	\$4,382,063	1.01%
FED	7,946,633	7,689,549	7,669,252	11,673,157	11,673,728	11,673,728	46.90%
OTH	661,320,445	667,381,846	669,485,556	669,712,143	669,746,038	669,746,038	1.27%
TOTAL	\$673,605,311	\$679,474,937	\$681,749,304	\$685,814,623	\$686,034,829	\$685,801,829	1.81%
(FTE)	634.50	635.50	635.50	635.50	635.50	635.50	0.16%
HB 8							
Public Safety							
GR	\$20,390,474	\$26,670,795	\$26,661,393	\$27,115,578	\$26,915,782	\$26,869,782	31.78%
FED	21,618,408	21,901,617	21,753,188	21,826,891	21,906,600	21,906,600	1.33%
OTH	85,277,929	88,520,845	88,931,003	88,459,175	88,500,332	88,500,332	3.78%
TOTAL	\$127,286,811	\$137,093,257	\$137,345,584	\$137,401,644	\$137,322,714	\$137,276,714	7.85%
(FTE)	2,883.54	3,051.17	3,047.17	3,051.17	3,051.17	3,051.17	5.81%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 8 TOTALS							
GR	\$24,728,707	\$31,074,337	\$31,255,889	\$31,544,901	\$31,530,845	\$31,251,845	26.38%
FED	29,565,041	29,591,166	29,422,440	33,500,048	33,580,328	33,580,328	13.58%
OTH	746,598,374	755,902,691	758,416,559	758,171,318	758,246,370	758,246,370	1.56%
TOTAL	\$800,892,122	\$816,568,194	\$819,094,888	\$823,216,267	\$823,357,543	\$823,078,543	2.77%
(FTE)	3,518.04	3,686.67	3,682.67	3,686.67	3,686.67	3,686.67	4.79%
HB 9 Corrections							
GR	\$151,532,491	\$170,844,907	\$164,963,582	\$164,009,548	\$169,678,051	\$169,599,933	11.92%
FED	1,492,047	1,820,116	1,819,321	1,815,150	1,816,540	1,816,540	21.75%
OTH	13,025,551	20,070,224	19,784,536	23,238,092	19,559,324	19,559,324	50.16%
TOTAL	\$166,050,089	\$192,735,247	\$186,567,439	\$189,062,790	\$191,053,915	\$190,975,797	15.01%
(FTE)	5,229.39	5,843.90	5,671.90	5,821.90	5,852.90	5,852.90	11.92%
HB 10 Mental Health							
GR	\$335,000,000	\$361,230,097	\$361,415,400	\$360,608,041	\$360,969,745	\$360,548,246	7.63%
FED	33,922,536	42,785,145	42,782,789	42,782,789	42,782,789	42,782,789	26.12%
OTH	6,030,043	6,183,646	6,184,615	6,183,145	6,185,832	6,185,832	2.58%
TOTAL	\$374,952,579	\$410,198,888	\$410,382,804	\$409,573,975	\$409,938,366	\$409,516,867	9.22%
(FTE)	11,364.05	11,715.14	11,720.14	11,753.04	11,753.04	11,728.25	3.20%
HB 10 Health							
GR	\$44,540,623	\$48,145,980	\$47,945,919	\$48,659,830	\$48,381,286	\$48,090,865	7.97%
FED	67,210,559	92,008,082	92,021,094	92,023,027	92,001,772	92,001,772	36.89%
OTH	19,999,864	20,323,675	20,339,734	20,315,447	20,527,699	20,527,699	2.64%
TOTAL	\$131,751,046	\$160,477,737	\$160,306,747	\$160,998,304	\$160,910,757	\$160,620,336	21.91%
(FTE)	1,546.75	1,599.15	1,602.20	1,638.15	1,638.15	1,636.15	5.78%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 10 TOTALS							
GR	\$379,540,623	\$409,376,077	\$409,361,319	\$409,267,871	\$409,351,031	\$408,639,111	7.67%
FED	101,133,095	134,793,227	134,803,883	134,805,816	134,784,561	134,784,561	33.27%
OTH	26,029,907	26,507,321	26,524,349	26,498,592	26,713,531	26,713,531	2.63%
TOTAL	\$506,703,625	\$570,676,625	\$570,689,551	\$570,572,279	\$570,849,123	\$570,137,203	12.52%
(FTE)	12,910.80	13,314.29	13,322.34	13,391.19	13,391.19	13,364.40	3.51%
HB 11							
Social Services							
GR	\$515,111,139	\$587,614,209	\$589,999,082	\$588,868,696	\$588,949,869	\$588,606,286	14.27%
FED	745,027,506	837,143,497	836,466,186	837,193,981	835,975,753	835,714,512	12.17%
OTH	28,787,507	33,570,875	33,787,005	33,645,798	33,643,807	33,643,807	16.87%
TOTAL	\$1,288,926,152	\$1,458,328,581	\$1,460,252,273	\$1,459,708,475	\$1,458,569,429	\$1,457,964,605	13.11%
(FTE)	7,124.29	7,359.87	7,425.87	7,365.22	7,423.87	7,419.87	4.15%
HB 12							
General Assembly							
GR	\$20,784,701	\$21,409,941	\$22,220,632	\$22,683,842	\$22,614,222	\$22,614,222	8.80%
FED	25,000	25,000	25,000	25,000	25,000	25,000	0.00%
OTH	85,000	85,000	85,000	85,000	85,000	85,000	0.00%
TOTAL	\$20,894,701	\$21,519,941	\$22,330,632	\$22,793,842	\$22,724,222	\$22,724,222	8.76%
(FTE)	648.25	648.25	648.25	648.25	650.25	650.25	0.31%
HB 1 - 12 TOTALS							
Operating Budgets							
GR	\$3,533,770,649	\$3,823,360,552	\$3,815,303,050	\$3,828,349,341	\$3,827,731,431	\$3,824,866,568	8.24%
FED	1,383,444,634	1,526,874,534	1,525,626,298	1,529,660,115	1,528,581,461	1,528,320,220	10.47%
OTH	2,110,559,417	2,226,429,926	2,228,631,532	2,228,265,876	2,230,395,923	2,230,174,123	5.67%
TOTAL	\$7,027,774,700	\$7,576,665,012	\$7,569,560,880	\$7,586,275,332	\$7,586,708,815	\$7,583,360,911	7.91%
(FTE)	45,041.74	47,005.42	46,789.61	46,941.99	47,050.90	47,014.11	4.38%

Note: An additional \$250,000,000 GR is estimated for FY 90 for court ordered School Desegregation that is not appropriated.

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 17							
Maintenance & Repair							
GR	\$0	\$0	\$0	\$0	\$0	\$0	0.00%
FED	366,500	679,314	679,314	679,314	679,314	679,314	85.35%
TSBTF	0	0	0	0	0	0	0.00%
TSBF	0	0	0	0	0	0	0.00%
PSTF	1,884,900	1,471,300	1,471,100	1,471,100	1,471,100	1,471,100	-21.95%
REV BONDS	0	0	0	0	0	0	0.00%
OTH	1,244,400	1,615,900	1,615,900	1,615,900	1,615,900	1,615,900	29.85%
TOTAL	\$3,495,800	\$3,766,514	\$3,766,314	\$3,766,314	\$3,766,314	\$3,766,314	7.74%
HB 18							
Maintenance & Repair							
GR	\$7,271,317	\$8,757,200	\$14,461,320	\$11,179,040	\$13,360,320	\$13,360,320	83.74%
FED	0	0	0	0	0	0	0.00%
TSBTF	2,827,900	4,044,500	4,044,500	3,520,200	4,044,500	3,520,200	24.48%
TSBF	11,050,000	4,575,700	4,575,700	5,100,000	4,575,700	4,575,700	-58.59%
PSTF	0	0	0	0	0	0	0.00%
REV BONDS	0	0	0	0	0	0	0.00%
OTH	384,200	0	215,600	215,600	215,600	215,600	-43.88%
TOTAL	\$21,533,417	\$17,377,400	\$23,297,120	\$20,014,840	\$22,196,120	\$21,671,820	0.64%
HB 19							
New Construction							
GR	\$23,140,258	\$10,987,643	\$10,744,583	\$16,710,583	\$14,310,583	\$12,410,583	-46.37%
FED	289,552	17,258,300	19,719,190	19,719,190	19,719,190	19,719,190	6710.24%
TSBTF	2,203,628	2,790,853	2,894,497	3,046,776	2,970,776	2,963,776	34.50%
TSBF	1,950,000	900,000	900,000	644,000	900,000	900,000	-53.85%
PSTF	11,579,300	6,037,050	5,057,050	6,007,150	5,657,050	5,657,050	-51.15%
REV BONDS	0	0	0	0	0	0	0.00%
OTH	33,853,875	30,231,800	30,502,509	33,956,709	33,956,709	33,906,336	0.15%
TOTAL	\$73,016,613	\$68,205,646	\$69,817,829	\$80,084,408	\$77,514,308	\$75,556,935	3.48%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 17 - 19 TOTAL							
Capital Improvements							
GR	\$30,411,575	\$19,744,843	\$25,205,903	\$27,889,623	\$27,670,903	\$25,770,903	-15.26%
FED	656,052	17,937,614	20,398,504	20,398,504	20,398,504	20,398,504	3009.28%
TSBTF	5,031,528	6,835,353	6,938,997	6,566,976	7,015,276	6,483,976	28.87%
TSBF	13,000,000	5,475,700	5,475,700	5,744,000	5,475,700	5,475,700	-57.88%
PSTF	13,464,200	7,508,350	6,528,150	7,478,250	7,128,150	7,128,150	-47.06%
REV BONDS	0	0	0	0	0	0	0.00%
OTH	35,482,475	31,847,700	32,334,009	35,788,209	35,788,209	35,737,836	0.72%
TOTAL	\$98,045,830	\$89,349,560	\$96,881,263	\$103,865,562	\$103,476,742	\$100,995,069	3.01%
	\$98,045,830	\$89,349,560	\$96,881,263	\$103,865,562	\$103,476,742	\$100,995,069	3.01%

FY 90 APPROPRIATION BILL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
OPERATING & CAPITAL IMPROVEMENT							
GRAND TOTAL							
GR	\$3,564,182,224	\$3,843,105,395	\$3,840,508,953	\$3,856,238,964	\$3,855,402,334	\$3,850,637,471	8.04%
FED	1,384,100,686	1,544,812,148	1,546,024,802	1,550,058,619	1,548,979,965	1,548,718,724	11.89%
TSBF	13,000,000	5,475,700	5,475,700	5,744,000	5,475,700	5,475,700	-57.88%
TSBTF	5,031,528	6,835,353	6,938,997	6,566,976	7,015,276	6,483,976	28.87%
PSTF	13,464,200	7,508,350	6,528,150	7,478,250	7,128,150	7,128,150	-47.06%
REV BONDS	0	0	0	0	0	0	0.00%
OTH	\$2,146,041,892	\$2,258,277,626	\$2,260,965,541	\$2,264,054,085	\$2,266,184,132	\$2,265,911,959	5.59%
TOTAL	\$7,125,820,530	\$7,666,014,572	\$7,666,442,143	\$7,690,140,894	\$7,690,185,557	\$7,684,355,980	7.84%
(FTE)	43,977.98	47,005.42	46,789.61	46,941.99	47,050.90	47,014.11	6.90%

Note: An additional \$250,000,000 GR is estimated for FY 90 for court ordered School Desegregation that is not appropriated.

FY 89 EMERGENCY & SUPPLEMENTAL TOTALS

	After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
HB 13							
GR	\$18,589,609	\$41,810,322	\$40,348,771	\$41,230,617	\$41,166,759	\$41,166,759	121.45%
FED	23,794,330	44,492,541	\$40,506,233	\$42,008,485	\$41,905,466	\$41,905,466	76.12%
OTH	2,522,992	7,869,309	\$7,361,634	\$6,323,867	\$7,132,034	\$7,132,034	182.68%
TOTAL	\$44,906,931	\$94,172,172	\$88,216,638	\$89,562,969	\$90,204,259	\$90,204,259	100.87%

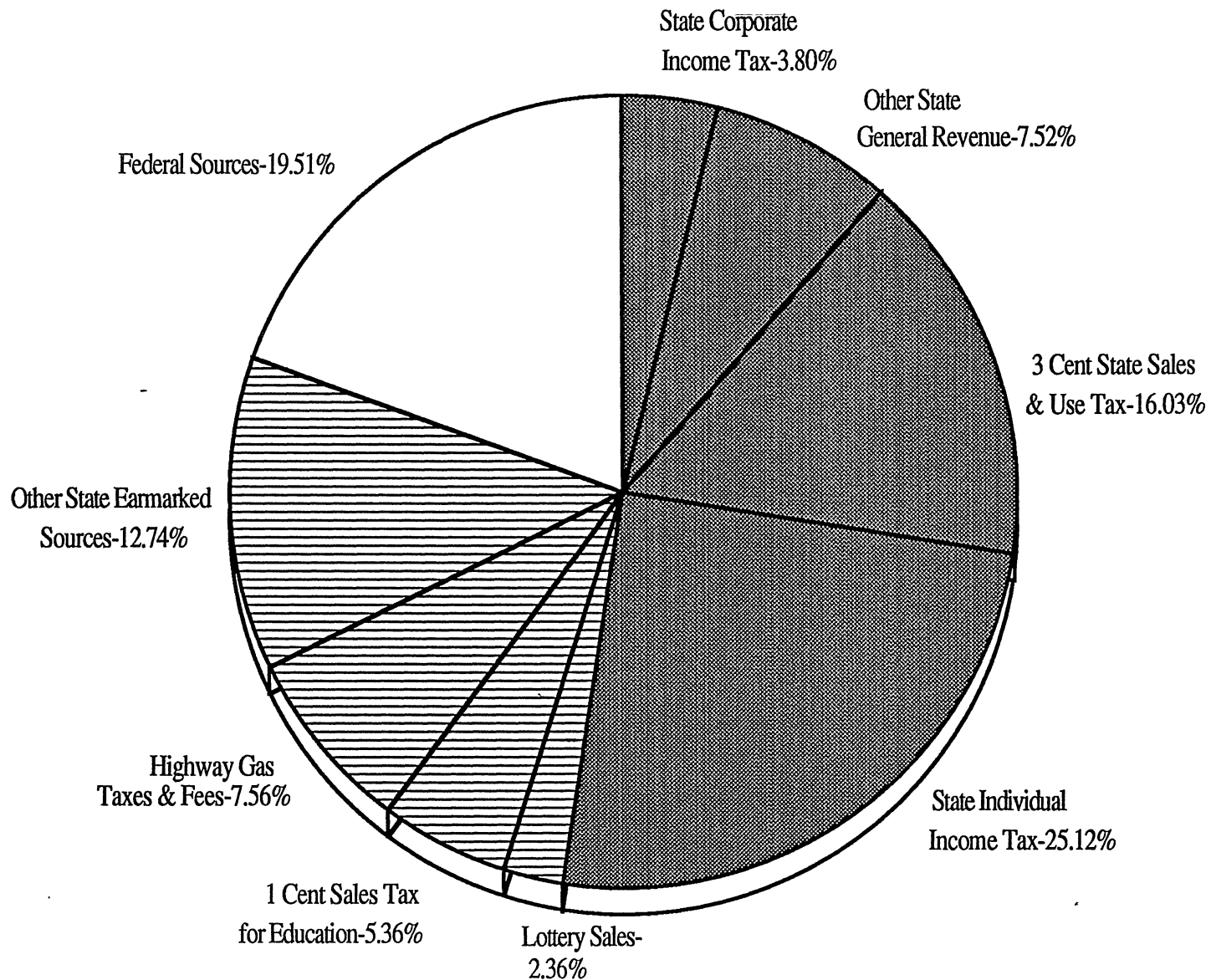
FY 90 REAPPROPRIATION BILL TOTALS

		After Veto FY 89	FY 90 Amended Governor	FY 90 House	FY 90 Senate	FY 90 Conference	FY 90 After Vetoes	Percent Change FY 89 to 90
								Percent
HB 15 Regular								
	GR	\$84,265,466	\$42,994,372	\$42,994,372	\$42,994,372	\$42,994,372	\$42,436,394	-49.64%
	FED	16,578,642	9,087,880	9,087,880	9,312,880	9,312,880	9,132,880	-44.91%
	OTH	247,560,477	278,393,603	280,504,653	280,730,709	279,730,709	279,710,709	12.99%
	TOTAL	\$348,404,585	\$330,475,855	\$332,586,905	\$333,037,961	\$332,037,961	\$331,279,983	-4.92%
HB 16 TSBF								
	GR	\$6,503,522	\$7,862,102	\$7,862,102	\$7,862,102	\$7,862,102	\$7,862,102	20.89%
	FED	6,980,400	5,723,400	5,723,400	5,723,400	5,723,400	5,723,400	-18.01%
	OTH	211,156,355	105,239,981	105,721,254	105,941,254	105,941,254	105,721,254	-49.93%
	TOTAL	\$224,640,277	\$118,825,483	\$119,306,756	\$119,526,756	\$119,526,756	\$119,306,756	-46.89%
Grand Total HB 15 & 16								
	GR	90,768,988	\$50,856,474	\$50,856,474	\$50,856,474	\$50,856,474	\$50,298,496	-44.59%
	FED	23,559,042	14,811,280	14,811,280	15,036,280	15,036,280	14,856,280	-36.94%
	OTH	458,716,832	383,633,584	386,225,907	386,671,963	385,671,963	385,431,963	-15.98%
	TOTAL	\$573,044,862	\$449,301,338	\$451,893,661	\$452,564,717	\$451,564,717	\$450,586,739	-21.37%

FY 90 MISSOURI STATE REVENUE SOURCES

Estimated All Sources: \$7.833 Billion

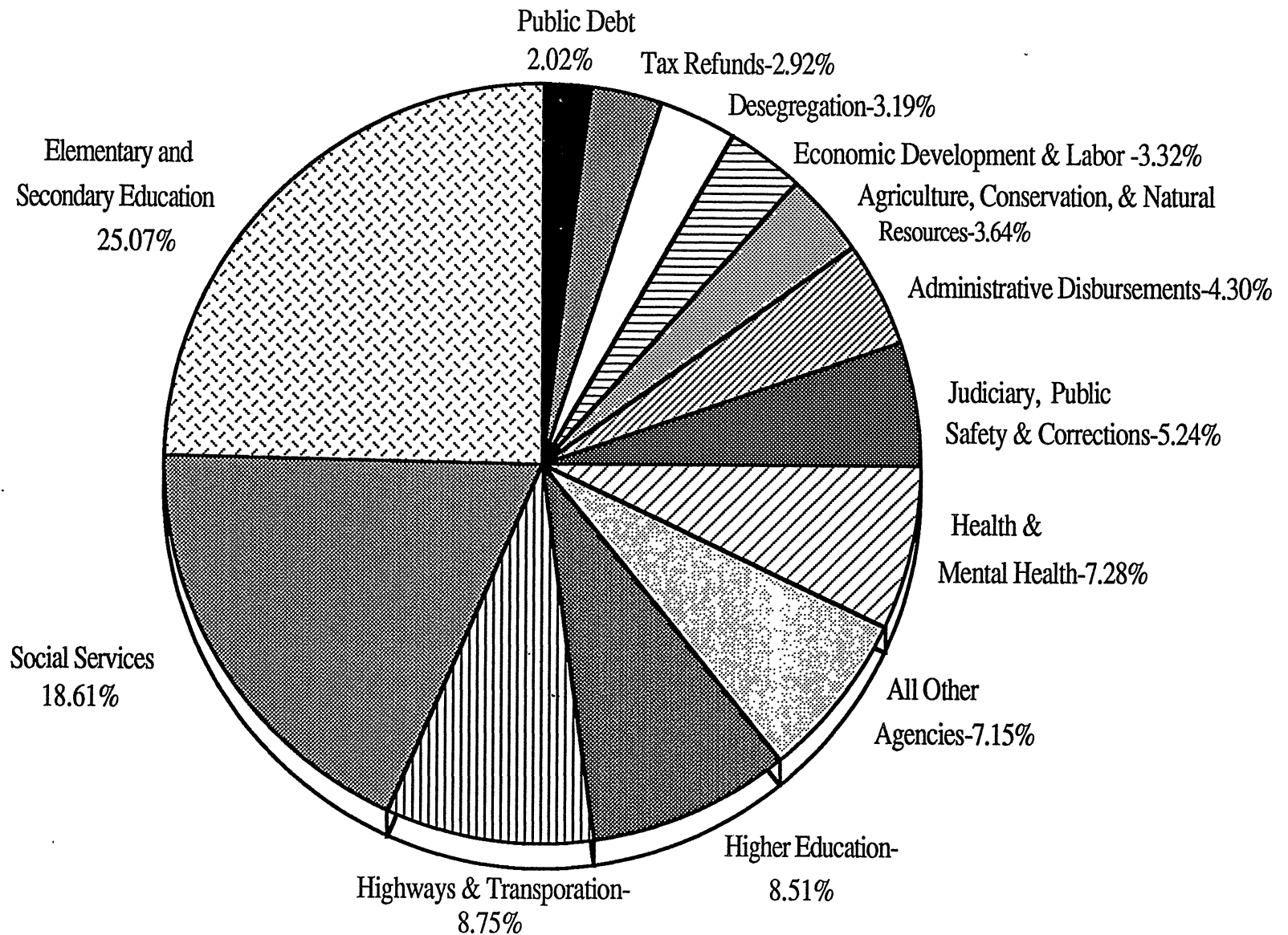
(Dark shading is general revenue; striped is state earmarked sources)



FY 90 MISSOURI STATE OPERATING APPROPRIATIONS

Total Appropriations: \$7.583 Billion

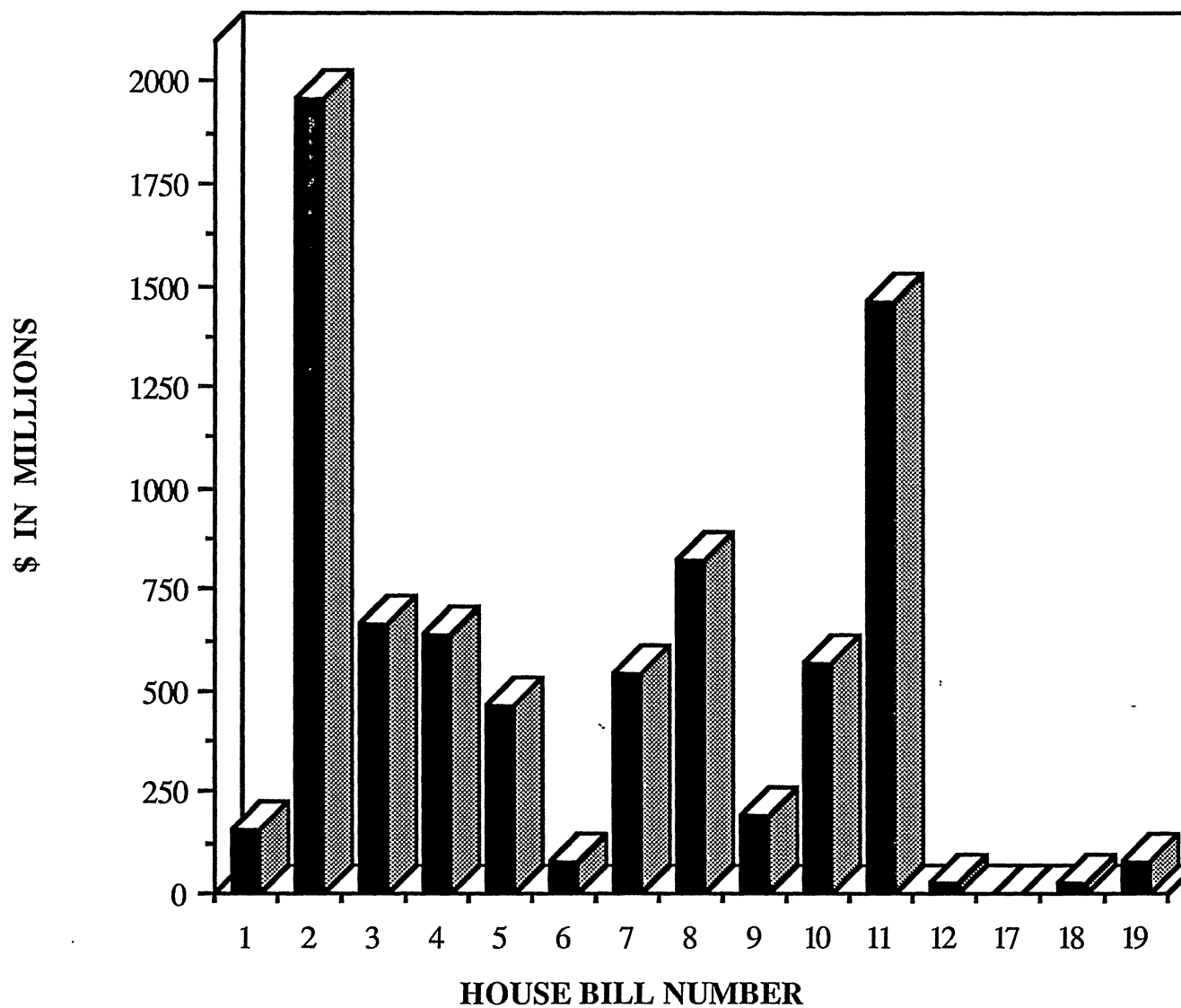
(School desegregation funds are not appropriated)



FY 90 MISSOURI STATE APPROPRIATIONS

All Funds After Vetoes: \$7.583 Billion

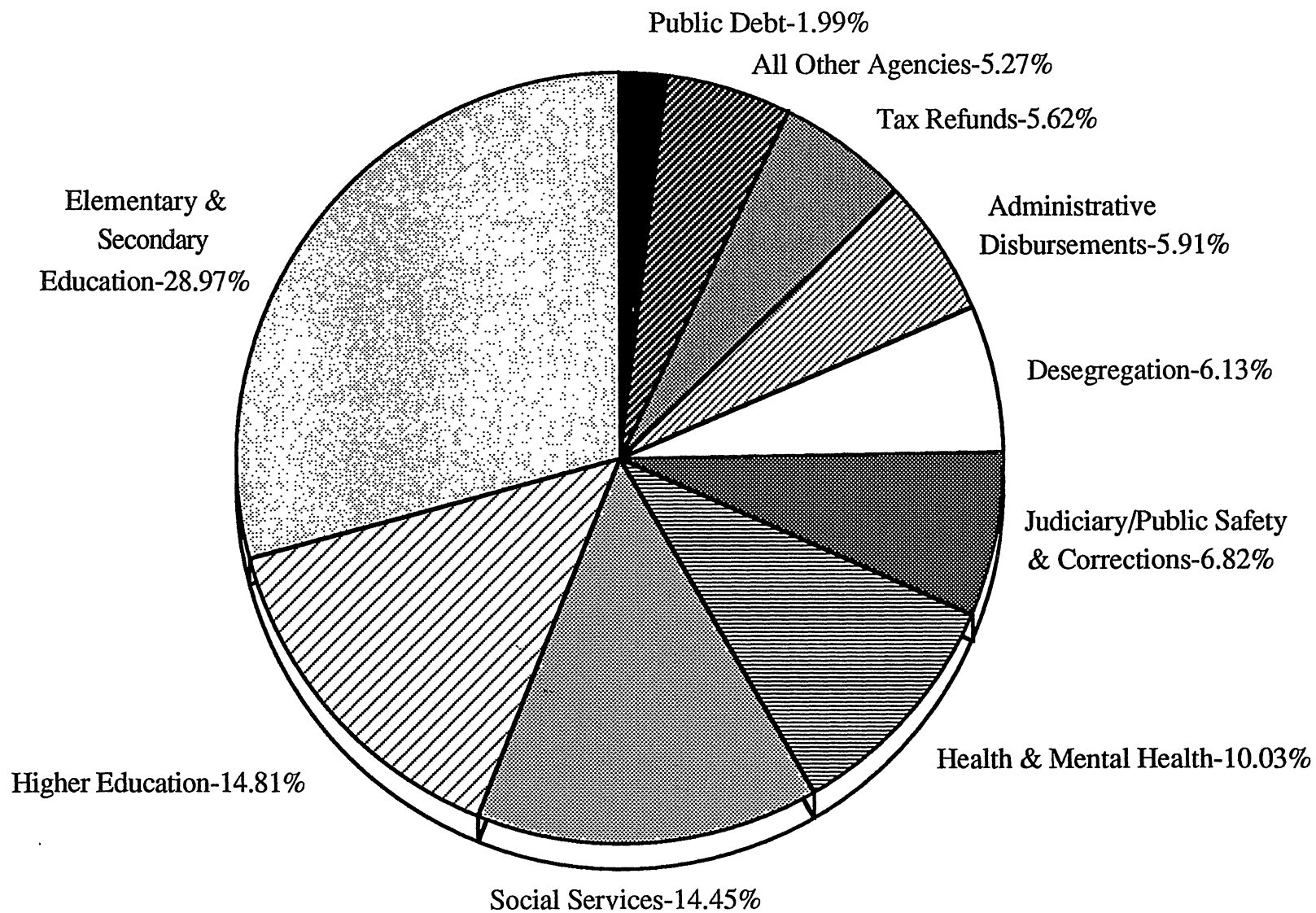
(Excludes \$250 million for school desegregation)



FY 90 MISSOURI OPERATING APPROPRIATIONS

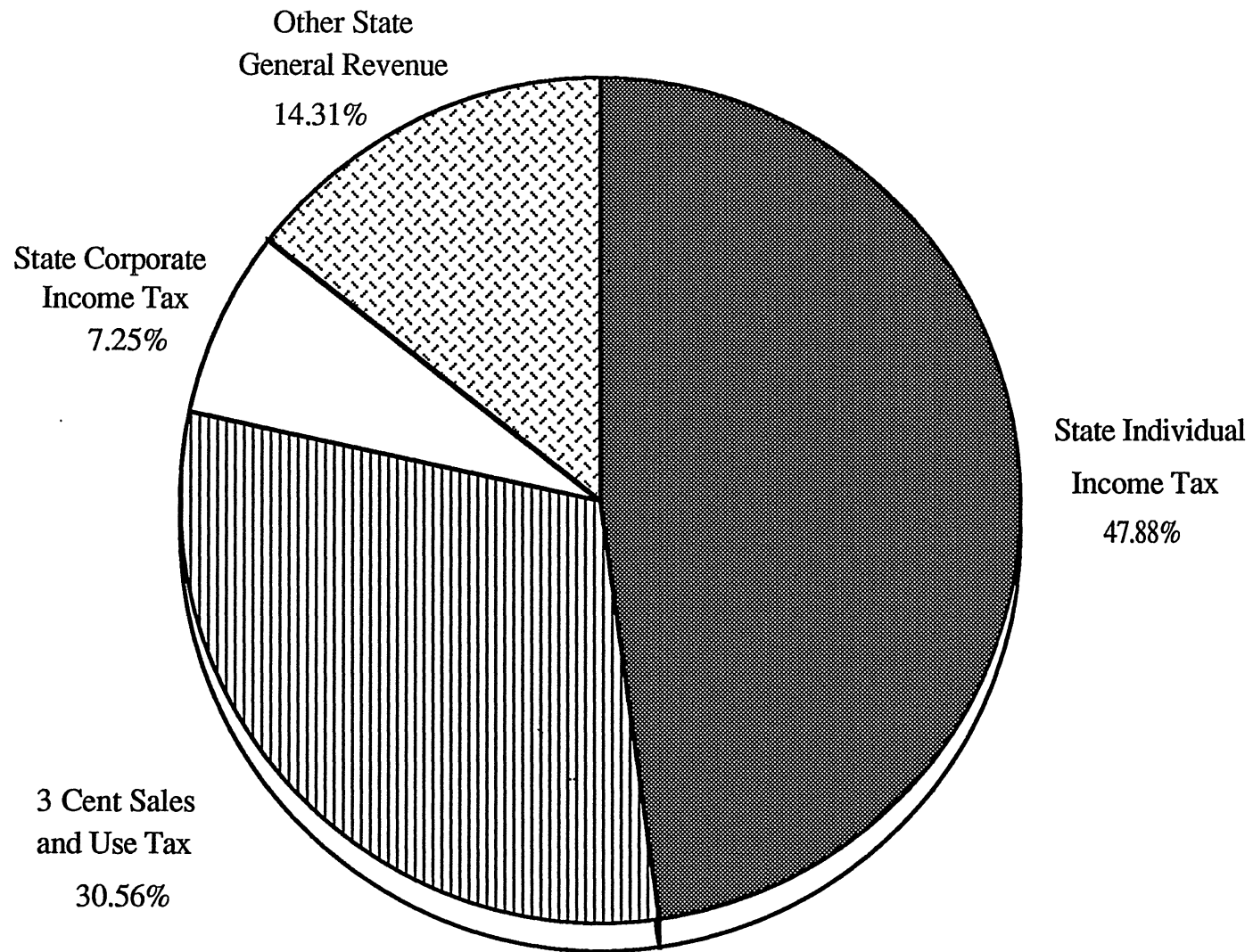
General Revenue Appropriations: \$3.825 Billion

(School desegregation funds are not appropriated)



FY 90 MISSOURI STATE REVENUE SOURCES

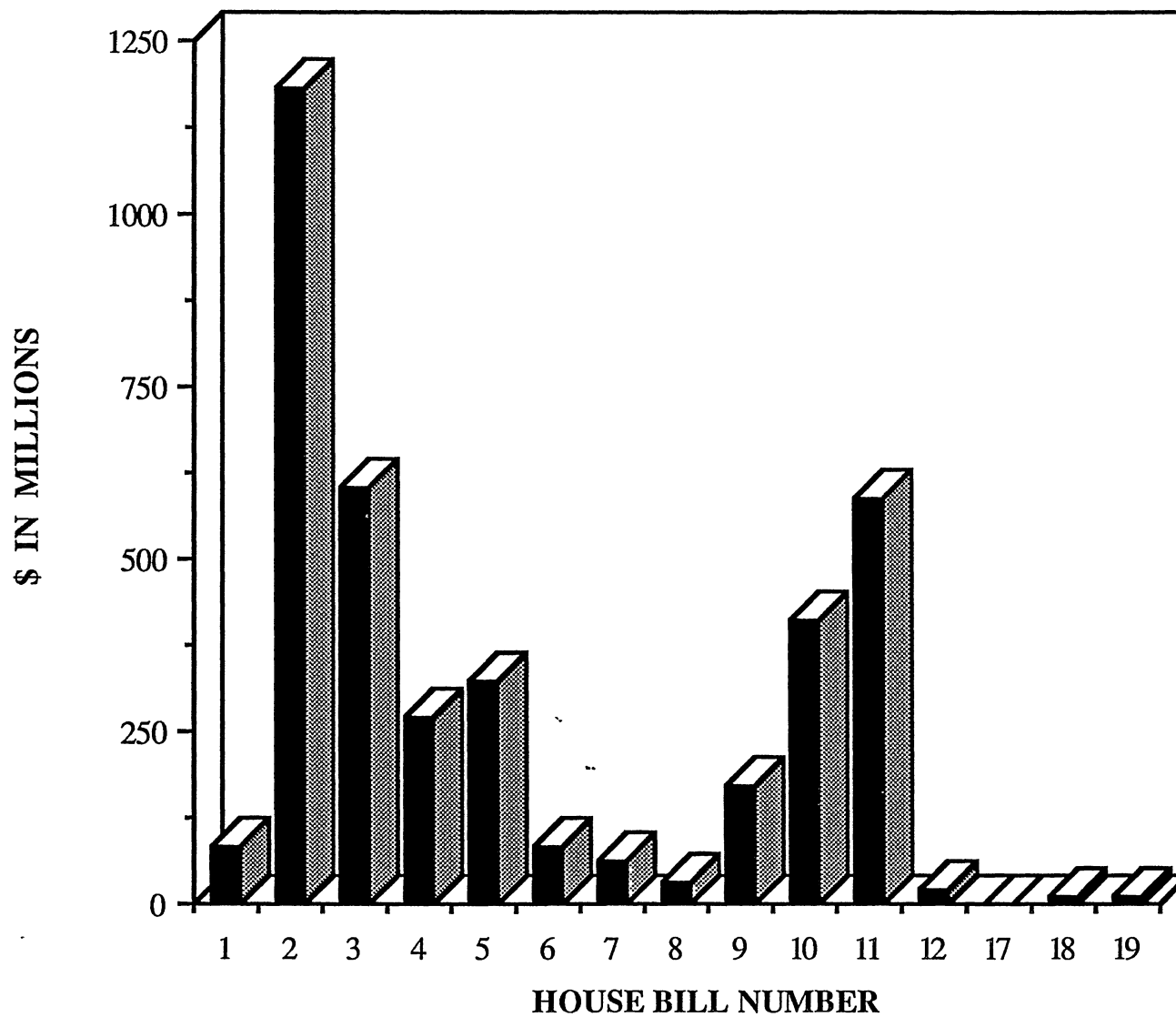
Estimated General Revenue: \$4.11 Billion



FY 90 MISSOURI STATE APPROPRIATIONS

General Revenue Fund After Vetoes: \$3.85 Billion

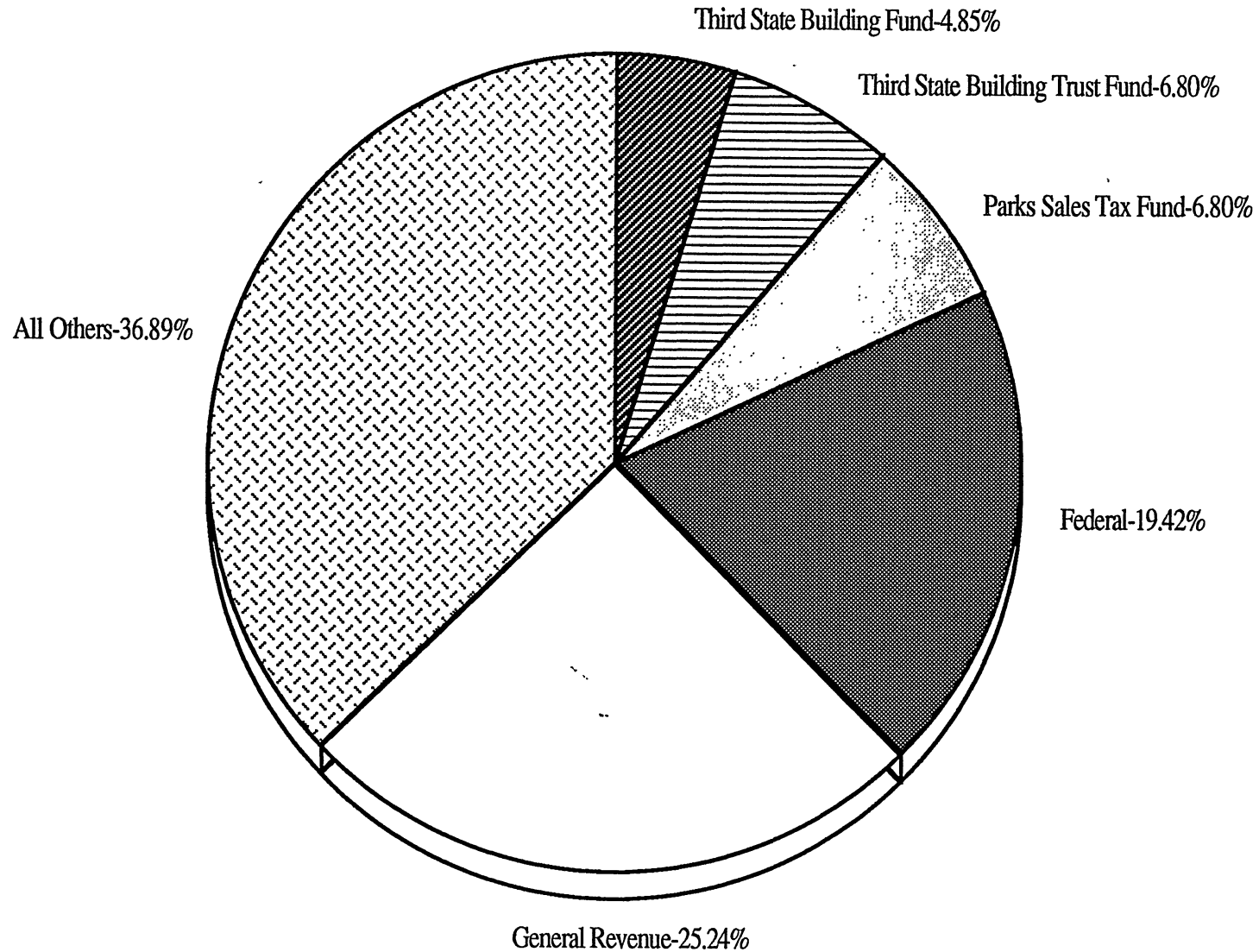
(Excludes \$250 million for school desegregation)



FY 90 CAPITAL IMPROVEMENTS APPROPRIATIONS

Appropriated All Funds: \$101 Million

(New Construction and Maintenance and Repair)



MAJOR OPERATING BUDGET INCREASES FOR FY 90

PUBLIC DEBT

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 1	FY 90 Approp. After Vetoes
GR	\$78,083,457	\$80,838,279	\$80,838,279
FED	0	0	0
OTHER	76,379,787	77,657,075	77,657,075
TOTAL	<u>\$154,463,244</u>	<u>\$158,495,354</u>	<u>\$158,495,354</u>
(F.T.E.)	1.40	1.40	1.40

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 2	FY 90 Approp. After Vetoes
GR	\$1,118,925,707	\$1,181,617,536	\$1,181,314,312
FED	253,770,402	263,835,474	263,835,474
OTHER	491,218,830	518,449,080	518,449,080
TOTAL	\$1,863,914,939	\$1,963,902,090	\$1,963,598,866
(F.T.E.)	2,086.90	2,131.30	2,129.30

MAJOR ITEMS

	<u>Total Increase</u>
Foundation Increase	\$50,100,000
Total Foundation Appropriation--\$1,100,550,000	
Minimum Salary Increase	\$3,000,000
Will raise minimum teacher salaries to mandated \$18,000 per year.	
Career Ladder Increase	\$2,000,000
Increased Capacity to Distribute 1 Cent Sales Tax	\$25,241,600
Total appropriation is about \$400 million, half to school districts, half to roll-back local property tax.	
State Schools Salary Schedules	\$1,280,764
Implements salary schedules for teachers at the School for the Deaf, School for the Blind and the Schools for the Severely Handicapped.	
Increase in Vocational Education Distributions	\$1,500,000
Personal Care Assistance Placements	\$332,600
Program provides in-home services to handicapped persons to help them maintain independent lifestyles.	
Increased Vocational Rehabilitation Services	\$4,264,567
Implementation of the VIDEO Program	\$5,335,000
Provides funds from a tax on video rentals for video teaching equipment for schools.	

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF HIGHER EDUCATION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 3	FY 90 Approp. After Vetoes
GR	\$551,754,090	\$603,835,629	\$603,535,629
FED	7,292,603	7,307,014	7,307,014
OTHER	56,557,772	55,475,809	55,475,809
TOTAL	\$615,604,465	\$666,618,452	\$666,318,452
(F.T.E.)	105.80	105.30	105.80

MAJOR ITEMS

	<u>Total Increase</u>
State Aid for Public Libraries	\$160,000
Funding for Junior Colleges	\$4,713,672
Funding for Colleges and Universities	\$38,245,889
Commercial Agriculture	\$200,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF REVENUE

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 4	FY 90 Approp. After Vetoes
GR	\$259,095,672	\$272,534,053	\$272,534,053
FED	593,890	610,497	610,497
OTHER	327,744,890	366,555,858	366,555,858
TOTAL	\$587,434,452	\$639,700,408	\$639,700,408
(F.T.E.)	2,235.28	2,277.20	2,277.20

MAJOR ITEMS

	<u>Total Increase</u>
Expenses for Automated Tax Collection System	\$194,000
Additional Cars for Compliance Bureaus The new cars will allow the state to realize an ongoing cost savings of \$34,440 annually due to reduced mileage reimbursements.	\$80,800
"Nexus Unit" A team to investigate corporations who have sufficient business connection with the state to be registered to pay state taxes, but currently are not.	\$94,428
Increased Refund Capacity	\$8,800,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

ELECTED OFFICIALS

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 5	FY 90 Approp. After Vetoes
GR	\$25,134,998	\$26,737,716	\$26,737,716
FED	422,615	395,454	395,454
OTHER	8,025,375	8,015,601	8,015,601
TOTAL	\$33,582,988	\$35,148,771	\$35,148,771
(F.T.E.)	621.35	632.35	632.35

MAJOR ITEMS

	<u>Total Increase</u>
Governor	\$54,000
Provides for additional staff for policy development and to respond to citizen inquiries.	
Secretary of State	\$500,000
Printing cost for the State Manual	
Attorney General	
Staff enhancement.	\$110,713
Additional funding to litigate Midwest Natural Gas case.	\$250,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

OFFICE OF ADMINISTRATION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 5	FY 90 Approp. After Vetoes
GR	\$275,511,352	\$298,215,667	\$298,072,659
FED	18,086,973	19,350,893	19,350,893
OTHER	97,836,149	110,624,654	110,624,654
TOTAL	<u>\$391,434,474</u>	<u>\$428,191,214</u>	<u>\$428,048,206</u>
(F.T.E.)	960.50	993.96	992.96

MAJOR ITEMS

	<u>Total Increase</u>
Retirement Increase	\$31,215,350
OASDHI Increase	\$6,842,609
Additional Funding-Workers' Compensation Claims	\$1,117,190

MAJOR OPERATING BUDGET INCREASES FOR FY 90

JUDICIARY & PUBLIC DEFENDER

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 6	FY 90 Approp. After Vetoes
GR	\$73,236,863	\$81,320,853	\$81,276,343
FED	100,720	102,782	102,782
OTHER	170,000	570,000	570,000
TOTAL	<u>\$73,507,583</u>	<u>\$81,993,635</u>	<u>\$81,949,125</u>
(F.T.E.)	2,583.72	2,742.47	2,741.47

MAJOR ITEMS

	<u>Total Increase</u>
Supreme Court Office Automation Provides funding for purchase of new computer software package, ten additional work stations and uninterrupted power supplies.	\$71,000
Circuit Court Caseload Management Provides funding for two programmer analysts to develop and implement civil case processing for circuit and associate circuit courts.	\$51,864
Circuit Court Workload Increase Provides funding for increased caseload management and child support collections.	\$243,018
Public Defender Regional Plan Provides funding for staff and expenses to facilitate increased caseload.	\$243,018

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF AGRICULTURE

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 7	FY 90 Approp. After Vetoes
GR	\$9,661,356	\$10,278,818	\$10,278,818
FED	534,663	562,022	562,022
OTHER	14,235,420	14,543,010	14,543,010
TOTAL	<u>\$24,431,439</u>	<u>\$25,383,850</u>	<u>\$25,383,850</u>
(F.T.E.)	459.95	467.58	467.58

MAJOR ITEMS

	<u>Total Increase</u>
Certification of Pesticide Applicators	\$168,377
Additional "AgriMissouri" Funding	\$30,000
Milk Testing for Pesticides & Drug Residues	\$205,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF CONSERVATION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 7	FY 90 Approp. After Vetoes
GR	\$0	\$0	\$0
FED	0	0	0
OTHER	56,476,098	58,105,371	58,105,371
TOTAL	\$56,476,098	\$58,105,371	\$58,105,371
(F.T.E.)	1,611.00	1,620.00	1,620.00

MAJOR ITEMS

	<u>Total Increase</u>
Nature Centers	\$194,578
Provides funding for staff and equipment for centers in St. Louis and Jefferson City	
Additional Enforcement Personnel	\$98,259

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF NATURAL RESOURCES

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 7	FY 90 Approp. After Vetoes
GR	\$12,055,559	\$10,024,972	\$9,424,972
FED	54,941,727	53,813,218	53,813,218
OTHER	124,717,975	138,658,606	138,481,806
TOTAL	\$191,715,261	\$202,496,796	\$201,719,996
(F.T.E.)	1,397.69	1,499.14	1,498.14

MAJOR ITEMS

	<u>Total Increase</u>
Dispose of Household Hazardous Wastes	\$535,621
Oversite of Cleanups at Hazardous Waste Sites	\$477,933
Urban Stormwater Control Grants	\$2,500,000
Rural Water & Sewer Grants	\$5,000,000
Additional Grants to Local Soil Districts	\$1,000,000
Local Government Energy Revolving Loans	\$3,097,207
Additional Staff & Equipment at State Parks	\$2,021,708

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF ECONOMIC DEVELOPMENT

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 7	FY 90 Approp. After Vetoes
GR	\$36,358,636	\$37,862,174	\$36,652,918
FED	94,254,633	94,970,301	94,970,301
OTHER	19,113,556	18,416,555	19,533,311
TOTAL	<u>\$149,726,825</u>	<u>\$151,249,030</u>	<u>\$151,156,530</u>
(F.T.E.)	1,008.03	1,032.22	1,032.22

MAJOR ITEMS

	<u>Total Increase</u>
Centers for Advanced Technology	\$500,000
MIDB Loan & Bond Guarantees	\$800,000
Small Business Development Centers	\$292,000
Main Street Program	\$253,208
Additional Advertising Funds for Tourism	\$350,000
Additional Funds for Missouri Arts Council Grants	\$75,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF LABOR & INDUSTRIAL RELATIONS

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 7	FY 90 Approp. After Vetoes
GR	\$2,255,298	\$2,341,716	\$2,326,716
FED	76,203,719	81,451,624	81,451,624
OTHER	23,557,226	23,914,516	23,914,516
TOTAL	<u>\$102,016,243</u>	<u>\$107,707,856</u>	<u>\$107,692,856</u>
(F.T.E.)	2,539.35	2,543.10	2,542.70

MAJOR ITEMS

	<u>Total Increase</u>
Increased Trade Assistance	\$1,500,000
Optic Disk Scanner	\$1,350,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF HIGHWAYS & TRANSPORTATION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 8	FY 90 Approp. After Vetoes
GR	\$4,338,233	\$4,615,063	\$4,382,063
FED	7,946,633	11,673,728	11,673,728
OTHER	661,320,445	669,746,038	669,746,038
TOTAL	\$673,605,311	\$686,034,829	\$685,801,829
(F.T.E.)	634.50	635.50	635.50

MAJOR ITEMS

	<u>Total Increase</u>
Increase in Fringe Benefits	\$7,400,000
Increases for retirement, workers' compensation, and medical and life insurance benefits.	
Federal Aviation Assistance Program	\$4,000,000
Allows the state to distribute federal assistance to local and regional airports.	

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF PUBLIC SAFETY

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 8	FY 90 Approp. After Vetoes
GR	\$20,390,474	\$26,915,782	\$26,869,782
FED	21,618,408	21,906,600	21,906,600
OTHER	85,277,929	88,500,332	88,500,332
TOTAL	<u>\$127,286,811</u>	<u>\$137,322,714</u>	<u>\$137,276,714</u>
(F.T.E.)	2,883.54	3,051.17	3,050.17

MAJOR ITEMS

	<u>Total Increase</u>
Highway Patrol Fringe Benefit Increase	\$2,600,000
Additional Highway Patrol Patrolmen Adds 10 new drug and crime control officers.	\$560,000
Additional Water Patrol Officers Adds 5 new officers.	\$300,000
Veterans Home--Cape Girardeau Provides funding for staff and expenses.	\$1,600,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF CORRECTIONS

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 9	FY 90 Approp. After Vetoes
GR	\$151,532,491	\$169,678,051	\$169,599,933
FED	1,492,047	1,816,540	1,816,540
OTHER	13,025,551	19,559,324	19,559,324
TOTAL	\$166,050,089	\$191,053,915	\$190,975,797
(F.T.E.)	5,229.39	5,852.90	5,851.90

MAJOR ITEMS

	<u>Total Increase</u>
Funding for Security Pool Provides for full year funding of new prisons and for 91 new officers.	\$2,430,000
Full Funding for New Prisons	\$3,700,000
Additional Parole Officers Adds 44 new officers.	\$1,350,000
Missouri Literacy Incentive Program Provides funding for four special education teachers for the new literacy program.	\$150,000

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF MENTAL HEALTH

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 10	FY 90 Approp. After Vetoes
GR	\$335,000,000	\$360,969,745	\$360,548,246
FED	33,922,536	42,782,789	42,782,789
OTHER	6,030,043	6,185,832	6,185,832
TOTAL	\$374,952,579	\$409,938,366	\$409,516,867
(F.T.E.)	11,364.05	11,753.04	11,753.04

MAJOR ITEMS

	<u>Total Increase</u>
Rate Setting Mentally Retarded Provides funding to re-negotiate POS contracts to establish parity among providers participating in the Community Placement Program.	\$1,500,000
MR, CPS Nursing Home Reform Provides funding to start screenings and annual review of clients in community placement programs.	\$1,840,082
MRDD Medicaid Waiver Expansion Provides funding for expansion of clients to 300.	\$2,481,745
CPS Medicaid Plan Amendment Provides funding for increasing accessibility and availability of community mental health services.	\$3,946,744

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF HEALTH

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 10	FY 90 Approp. After Vetoes
GR	\$44,540,623	\$48,381,286	\$48,090,865
FED	67,210,559	92,001,772	92,001,772
OTHER	19,999,864	20,527,699	20,527,699
TOTAL	\$131,751,046	\$160,910,757	\$160,620,336
(F.T.E.)	1,546.75	1,638.15	1,635.15

MAJOR ITEMS

	<u>Total Increase</u>
AIDS Prevention Provides funding for full year to expand AIDS prevention activities and to implement the Department's "Eight Point Plan" to control the AIDS epidemic.	\$537,965
Special Head Injury Unit Provides funding for establishing a special head injury unit at the Mount Vernon Rehabilitation Center for the severely behaviorally disturbed.	\$545,845

MAJOR OPERATING BUDGET INCREASES FOR FY 90

DEPARTMENT OF SOCIAL SERVICES

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 11	FY 90 Approp. After Vetoes
GR	\$515,111,139	\$588,949,869	\$588,606,286
FED	745,027,506	835,975,753	835,714,512
OTHER	28,787,507	33,643,807	33,643,807
TOTAL	\$1,288,926,152	\$1,458,569,429	\$1,457,964,605
(F.T.E.)	7,124.29	7,423.87	7,419.87

MAJOR ITEMS

	<u>Total Increase</u>
Child Support Enforcement Workers	\$2,373,734
Catastrophic Protection Act Expansions About 60% Federal funding.	\$53,303,000
HB 1139 Medicaid Expansion	\$3,190,223
Additional Residential Treatment Slots	\$2,225,000
Additional Day Care Placements About 265 full year placements from GR and 840 three month placements from federal funds corresponding with the implementation of Federal Welfare Reform.	\$763,719
Medicaid Nursing Care Bed Growth (40% GR)	\$7,385,524
Continuation of Supplemental Funding (Medicaid, AFDC caseload increases) 40% GR	\$29,385,884
Rate Increases (All Funds) Summary of rate increases: Medicaid--generally 1.5% In-Home Services Programs--4.4% Childrens Services--3.0% Income Maintenance Programs--1.5%	\$20,406,727

MAJOR OPERATING BUDGET INCREASES FOR FY 90

GENERAL ASSEMBLY

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 12	FY 90 Approp. After Vetoes
GR	\$20,784,701	\$22,614,222	\$22,614,222
FED	25,000	25,000	25,000
OTHER	85,000	85,000	85,000
TOTAL	\$20,894,701	\$22,724,222	\$22,724,222
(F.T.E.)	648.25	650.25	650.25

MAJOR ITEMS

	<u>Total Increase</u>
Data Processing & Typesetting Equipment	\$188,000

House Chamber Renovation	\$779,320
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MAJOR CAPITAL BUDGET INCREASES FOR FY 90

HOUSE BILL 17--MAINTENANCE AND REPAIR

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 17	FY 90 Approp. After Vetoes
GR	\$0	\$0	\$0
FED	366,500	679,314	679,314
OTHER	3,129,300	3,087,000	3,087,000
TOTAL	<u>\$3,495,800</u>	<u>\$3,766,314</u>	<u>\$3,766,314</u>

MAJOR PROJECTS FUNDED

	<u>Total Increase</u>
Various repairs for the state park system	\$1,971,100
Improvements to Employment Security Offices	\$679,314
Improvements to various Highways and Transportation Facilities	\$1,115,900

MAJOR CAPITAL BUDGET INCREASES FOR FY 90

HOUSE BILL 18--MAINTENANCE AND REPAIR

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 18	FY 90 Approp. After Vetoes
GR	\$7,271,317	\$13,360,320	\$13,360,320
FED	0	0	0
OTHER	14,262,100	8,835,800	8,311,500
TOTAL	<u>\$21,533,417</u>	<u>\$22,196,120</u>	<u>\$21,671,820</u>

MAJOR PROJECTS FUNDED

	<u>Total Increase</u>
Various repairs at college and university campuses	\$9,979,162
Repairs at State Schools for the Deaf, Blind, Severely Handicapped	\$1,193,938
Critical repairs to state prisons	\$2,504,700
Critical repairs to various health and mental health facilities	\$5,526,000
Repairs for youth services facilities	\$286,100

MAJOR CAPITAL BUDGET INCREASES FOR FY 90

HOUSE BILL 19--NEW CONSTRUCTION

	FY 89 Approp. After Vetoes	FY 90 Approp. CCS/SCS/HCS for HB 19	FY 90 Approp. After Vetoes
GR	\$23,140,258	\$14,310,583	\$12,410,583
FED	289,552	19,719,190	19,719,190
OTHER	49,586,803	43,484,535	43,427,162
TOTAL	\$73,016,613	\$77,514,308	\$75,556,935

MAJOR PROJECTS FUNDED

	<u>Total Increase</u>
Renovation of Social Science and Business Building, UMSL	\$818,000
North Campus Development, UMKC	\$2,750,000
Construction of a 200 bed St. Louis Veterans home	\$10,190,000
Department of Conservation land acquisition, etc.	\$26,000,000
New construction at various state parks and land acquisition	\$6,914,650
Purchase and improve various youth facilities	\$1,374,796
Storm water and rural water grants	\$2,540,000
Construction, improvements to several armory sites and construction of a new Adjutant General's Office	\$10,283,180

SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 1 PUBLIC DEBT

No vetoes.

HOUSE BILL 2 DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION

Reduced funding for excellence research.	2.135	GR	\$100,000
Travel expenses for the Missouri Advisory Council for Certification of Educators.	2.300	GR	12,785
New position to monitor independent living centers funding.	2.400	GR	30,439
Reduced funding for independent living centers.	2.420	GR	119,000
One additional sheltered workshop staff and related expenses.	2.600	GR	<u>40,000</u>
 BILL TOTAL			 \$302,224

HOUSE BILL 3 DEPARTMENT OF HIGHER EDUCATION

University of Missouri study of engineering education needs in St. Louis and Kansas City.	3.200	GR	\$50,000
Show-Me Games	3.201	GR	200,000
University of Missouri Extension Division matching funds for a National Geographic project.	3.202	GR	<u>50,000</u>
 BILL TOTAL			 \$300,000

HOUSE BILL 4 DEPARTMENT OF REVENUE

No vetoes.

HOUSE BILL 5 OFFICE OF ADMINISTRATION

Minority and women's business enterprise program support.	5.235	GR	\$22,970
Staff benefits for the St. Joseph State Office Building.	5.280	GR	20,038
Reduced funding for grants to public television stations.	5.460	GR	<u>100,000</u>
 BILL TOTAL			 \$143,008

SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 6 JUDICIARY

Reduced funding for the Office of State Courts Administrator for judicial education.	6.030	GR	\$19,510
One staff to coordinate judicial education and assist in the preparation of fiscal notes.	6.030	GR	<u>25,000</u>
BILL TOTAL			\$44,510

HOUSE BILL 7 DEPARTMENT OF NATURAL RESOURCES

Operating expenses to the Spirit of Freedom Interpretive Center.	7.220	PSTF	\$150,000
Grants to metropolitan parks and zoos.	7.265	GR	500,000
Land surveyor in Division of Geology and Land Survey.	7.285	OTH	26,800
Reduced funding for clean-up of abandoned hazardous waste sites.	7.365	GR	100,000

DEPARTMENT OF ECONOMIC DEVELOPMENT

New and replacement vehicles for Division of Tourism.	7.580	GR	20,000
Van for Tourism Information Centers.	7.585	GR	10,000
St. James Tourism Center	7.587	GR	17,500
Additional motor vehicle carrier inspector.	7.605	HWY	45,000

The Governor also vetoed the words "Outstate travel must receive prior approval from Oversight Sub-Committee" from the Division of Tourism. (§7.580)

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

Additional clerical staff for the Industrial Commission.	7.800	GR	<u>15,000</u>
BILL TOTAL			\$884,300

SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 8 DEPARTMENT OF HIGHWAYS AND TRANSPORTATION

Amtrak Match Rate.	8.120	GR	\$10,000
Airport Capital Improvements Assistance.	8.150	GR	200,000
Additional assistance to local port authorities.	8.160	GR	23,000

DEPARTMENT OF PUBLIC SAFETY

Copier for Director's Office	8.200	GR	10,000
Operating expense increases-Div. of Liquor Control.	8.280	GR	2,000
Chief of Enforcement-Div. of Liquor Control.	8.290	GR	<u>34,000</u>

BILL TOTAL			\$279,000
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HOUSE BILL 9 DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES

Coordinator for Patch Program.	9.400	GR	\$26,850
Partially delay implementation of MO Literacy Incentive Program.	9.416	GR	<u>51,268</u>

BILL TOTAL			\$78,118
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HOUSE BILL 10 DEPARTMENT OF MENTAL HEALTH

Equipment & vehicles above Governor approved amount.	10.055	GR	\$50,000
Families First Program-reduced to six month funding.	10.105	GR	51,959
Client Work Program-reduced to six month funding.	Various	GR	127,857
Reduced ten forensic beds in Biggs Unit at Fulton State Hospital.	Various	GR	191,683

SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 10 (cont.) DEPARTMENT OF HEALTH

Minority Health Office.	10.600	GR	25,421
Eliminated funding to conduct inspections on air ambulances & review hospitals for trauma center designation.	10.700	GR	45,000
Reduced Family Practice Residency Expansion.	10.730	GR	20,000
Cancer Research.	10.750	GR	<u>200,000</u>

BILL TOTAL			\$711,920
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HOUSE BILL 11 DEPARTMENT OF SOCIAL SERVICES

Staff in Div. of Legal Services-Civil fraud & location & tracking units.	11.030	GR	\$80,340
	11.030	FED	98,916
E&E - Div. of Family Services - Admin. Services.	11.100	GR	58,068
Pharmacy dispensing fee increase.	11.420	GR	100,000
	11.420	FED	150,000
Staff in the ICF/MR unit in Div. of Aging.	11.515	GR	30,175
	11.515	FED	12,325
Alzheimer's Disease Pilot Project.	11.525	GR	<u>75,000</u>

BILL TOTAL			\$604,824
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HOUSE BILL 12 GENERAL ASSEMBLY

No vetoes.

TOTAL HOUSE BILLS 1 - 12			\$3,347,904
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GR	\$2,864,863
FED	261,241
OTHER	<u>221,800</u>
TOTAL	\$3,347,904

SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 13 EMERGENCY AND SUPPLEMENTAL APPROPRIATIONS FOR FY 89

No vetoes.

HOUSE BILL 15 OFFICE OF ADMINISTRATION

Reduced funding for the purchase of the Governor Hotel.	15.075	GR	\$557,978
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DEPARTMENT OF NATURAL RESOURCES

Lee C. Fine fire and rescue equipment.	15.165	FED	180,000
Lee C. Fine fire and rescue equipment.	15.169	OTH	<u>20,000</u>

BILL TOTAL			\$757,978
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HOUSE BILL 16 DEPARTMENT OF HIGHWAYS AND TRANSPORTATION

Kansas City Port Authority Improvements.	16.384	OTH	<u>\$220,000</u>
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BILL TOTAL			\$220,000
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HOUSE BILL 17 CAPITAL IMPROVEMENTS - MAINTENANCE - REGULAR FUNDS

No vetoes.

House Bill 18 DEPARTMENT OF HIGHER EDUCATION

University of Missouri - Rolla repairs and maintenance.	18.085	TSBTF	\$524,300
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BILL TOTAL			\$524,300
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SUMMARY OF VETOES OF FY 90 APPROPRIATIONS

HOUSE BILL 19 DEPARTMENT OF HIGHER EDUCATION

University of Missouri - Kansas City			
Planning money for Science and Technology Building.	19.006	GR	\$100,000
University of Missouri - Columbia			
Planning money for Forestry Building.	19.007	GR	100,000
Southeast Missouri State University			
Planning money for Business Building.	19.008	GR	100,000
Central Missouri State University			
Planning money for Health and Safety Facility.	19.009	GR	100,000

DEPARTMENT OF NATURAL RESOURCES

Confederate Memorial Historic Site improvements.	19.081	OTH	50,373
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DEPARTMENT OF HIGHWAYS AND TRANSPORTATION

South Riverfront Expressway.	19.334	OTH	7,000
St. Louis Port Authority.	19.336	GR	100,000

OFFICE OF ADMINISTRATION

Governor Hotel.	19.352	GR	1,400,000
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BILL TOTAL			\$1,957,373
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TOTAL HOUSE BILLS 13 - 19			\$3,459,651
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GR	\$2,457,978
FED	180,000
OTHER	<u>821,673</u>

TOTAL	\$3,459,651
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GRAND TOTAL OF VETOES FOR HOUSE BILLS 1 - 19

\$6,807,555

GR	\$5,322,841
FED	441,241
OTHER	<u>1,043,473</u>

TOTAL	\$6,807,555
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FY 90 GENERAL REVENUE ESTIMATES

	General Revenue Receipts*	Percent Change	Lottery Transfers	Other Transfers
FY 85 Actual	\$2,474,762,873	10.20%	n/a	\$5,556,642
FY 86 Actual	2,880,841,307	4.80%	n/a	21,361,030
FY 87 Actual	3,125,144,388	8.50%	80,100,000	9,505,120
FY 88 Actual	3,424,041,884	9.60%	80,047,009	18,705,859
FY 89 Actual	3,686,997,897	7.65%	93,102,306	11,488,280
FY 90 Estimated	\$3,971,500,000	7.75%	62,600,000	17,335,000

The table above and the following page excerpted from the "State of Missouri Financial Summary" of June 30, 1989 provide the reader with a history of General Revenue collections since fiscal year 1985 and detailed information regarding fiscal year 1989 collections.

The table above reports several interesting facts. First, the impact of federal income tax reform is evident in fiscal years 1987 and 1988 in the relatively large growth in both years. It is estimated that federal tax reform resulted in a windfall to the state of \$40,000,000 in FY 87 and \$191,000,000 in FY 88. While the state will continue to realize a windfall in out-years, the marginal impact becomes minor.

Another point of interest is that recent, FY 89 and FY 90 General Revenue collections have shown and are projected to show healthy growth. This can be attributed to a relatively sound economy. Finally, the reader should note the disparity between FY 89 and FY 90 Lottery contributions to General Revenue. Receipts from the operation of the Lottery are extraordinarily high in FY 88 and 89 due to appropriated sweeps of the Lottery reserve fund for both years. The FY 90 estimate anticipates the only transfers from the Lottery will result from ticket sales.

Despite the effects of federal tax reform and generally robust growth, state revenue collections have not exceeded the Article X limit. Calculations of the total state revenues and the "Hancock" limit are included in the chapter on Missouri State Finances.

STATE OF MISSOURI
REVENUES, EXPENDITURES AND TRANSFERS - GENERAL REVENUE FUND
June 30, 1989

	June 1989	June 1988	Twelve Months FY 89	Twelve Months FY 88	Increase % (Decrease)	Revenue Estimate FY 89
REVENUES AND TRANSFERS IN						
REVENUES:						
Sales and Use Tax	\$ 98,852,811	\$ 92,353,573	\$1,164,871,570	\$1,108,286,457	5.1	\$1,182,200,000
Individual Income Tax	184,256,081	156,261,115	1,843,299,842	1,670,912,401	10.3	1,818,500,000
Corporate Income Tax	36,776,143	42,405,418	268,128,080	239,204,273	12.1	270,400,000
County Foreign Insurance Tax	14,152,878	24,427,861	114,687,900	118,833,605	(3.5)	124,000,000
Liquor Taxes and Licenses	1,541,404	1,605,425	18,329,366	18,580,472	(1.4)	19,000,000
Beer Taxes and Licenses	712,923	666,566	7,388,423	7,371,689	.2	7,400,000
Corp. Franchise Tax	1,427,574	2,014,945	51,613,251	49,650,315	4.0	52,000,000
Inheritance Tax	1,851,713	4,439,996	29,597,352	29,426,643	.6	31,000,000
Miscellaneous Taxes	1,640,118	1,934,257	20,824,599	21,837,200	(4.6)	*
Interest on Deposits and Investments	1,807,862	1,108,148	18,391,267	18,262,943	.7	19,000,000
Lic., Fees and Permits	3,705,063	3,747,476	44,260,158	43,178,195	2.5	*
Sales, Services, Leases and Rentals	7,304,823	7,423,221	70,417,216	59,996,720	17.4	*
Refunds	2,314,007	3,088,509	23,219,244	23,843,829	(2.6)	*
All Other Sources (Note 7)	(529,544)	(1,978,903)	11,969,629	14,657,142	(18.3)	172,500,000
Total Revenues	355,813,856	339,497,607	3,686,997,897	3,424,041,884	7.7	3,696,000,000
TRANSFERS IN:						
Lottery	7,023,252	23,010,642	93,102,306	80,047,009		84,200,000
Other (Notes 5 & 6)	678,648	2,581,337	11,488,280	18,705,859		12,000,000
Total Transfers In	7,701,900	25,591,979	104,590,586	98,752,868		96,200,000
TOTAL REVENUES AND TRANSFERS IN	363,515,756	365,089,586	3,791,588,483	3,522,794,752		\$3,792,200,000
EXPENDITURES AND TRANSFERS OUT						
EXPENDITURES:						
Personal Service	79,311,655	78,614,799	996,292,222	951,777,857	4.7	
Expense and Equipment	32,657,574	28,332,504	374,154,897	334,456,620	11.9	
Capital Improvements	2,240,944	4,140,387	47,392,948	50,388,111	(5.9)	
Program Specific	46,621,840	60,129,221	867,486,963	822,638,712	5.5	
Court Ordered Desegregation Payments (Note 4)	29,507,445	11,971,106	225,041,024	156,953,529	43.4	
Total Expenditures	190,339,458	183,188,017	2,510,368,054	2,316,214,829	8.4	
TRANSFERS OUT:						
Appropriated	102,759,958	96,345,057	1,289,702,769	1,205,902,204		
Other (Notes 5 & 6)	88,235	5,474	1,223,407	5,296,176		
Total Transfers Out	102,848,193	96,350,531	1,290,926,176	1,211,198,380		
TOTAL EXPENDITURES AND TRANSFERS OUT	293,187,651	279,538,548	3,801,294,230	3,527,413,209		
EXCESS REVENUES AND TRANSFERS IN (EXPENDITURES AND TRANSFERS OUT)	\$ 70,328,105	\$ 85,551,038	\$ (9,705,747)	\$ (4,618,457)		

*Detail not available, included in All Other Sources.

GENERAL REVENUE FUND SUMMARY
(Excluding Reappropriations)

ACTUAL FISCAL YEAR 1988	Senate Appropriations 8/24/89	%Δ
REVENUE AVAILABLE		
Unobligated Balance, 7/1/87	\$50,091,922	
Regular Receipts & Transfers-In, FY 88	3,442,747,743	9.83 %
Transfer-In, FY 88 Lottery	63,047,009	
Transfer-In from Lottery Reserve	17,000,000	
Available through 6/30/88	<u>\$3,572,886,674</u>	
APPROPRIATIONS AND OBLIGATION		
Operating Appropriations (HB 1-12 After Vetoes)	\$3,335,973,347	6.23 %
Capital Improvements (HB 17-18 After Vetoes)	15,386,371	
Emergency Appropriations (After Vetoes)	18,561,609	
Revisions of Estimated Appropriations (Est)	23,497,705	
St. Louis Desegregation (OA Budgeted)	99,758,946	
Kansas City Desegregation (OA Budgeted)	64,107,617	
Non-Appropriated Transfers-Out (YTD)	5,296,176	
Total Estimated Appropriations & Obligations	<u>\$3,562,581,771</u>	5.44 %
BALANCE AND LAPSES		
Balance	\$10,304,903	
Estimated Lapse (Includes \$47.5 Mill. Withheld)	84,014,121	
Estimated Unobligated Balance, 6/30/88	<u>\$94,319,024</u>	

GENERAL REVENUE FUND SUMMARY
(Excluding Reappropriations)

ESTIMATED FISCAL YEAR 1989		Senate Appropriations Estimate 8/24/89	%Δ
REVENUE AVAILABLE			
Estimated Unobligated Balance, 7/1/88	\$94,319,024		
Estimated Regular Receipts & Transfers-In, FY 89	3,698,486,177		7.43 %
Estimated Transfer-In, FY 89 Lottery	65,102,306		
Transfer-In from Lottery Reserve	28,000,000		
Available through 6/30/89	<u>\$3,885,907,507</u>		
APPROPRIATIONS AND OBLIGATIONS			
Original Appropriations (1-12 After Vetoes)	\$3,533,770,289		
Capital Improvements (17-20 After Vetoes)	32,331,575		
Emergency Appropriations (After Vetoes)	41,166,759		
Reserve for Revisions of Estimated Appropriations	13,124,593		
St. Louis Desegregation (OA Estimated)	129,000,000		
Kansas City Desegregation (OA Estimated)	121,500,000		
Non-Appropriated Transfers-Out (Estimated)	1,223,407		
Total Estimated Appropriations & Obligations	<u>\$3,872,116,623</u>		8.69 %
BALANCE AND LAPSES			
Balance	\$13,790,884		
Estimated Lapse	56,000,000		
Estimated Unobligated Balance, 6/30/89	<u>\$69,790,884</u>		

GENERAL REVENUE FUND SUMMARY
(Excluding Reappropriations)

ESTIMATED FISCAL YEAR 1990	Senate Appropriations Estimate 8/24/89	%Δ
REVENUE AVAILABLE		
Estimated Unobligated Balance, 7/1/89	\$69,790,884	
Estimated Regular Receipts & Transfers-In, FY 89	3,997,835,000	8.09 %
Estimated Transfer-In, FY 89 Lottery	62,600,000	
Transfer-In from Lottery Reserve	0	
Available through 6/30/90	<u>\$4,130,225,884</u>	
APPROPRIATIONS AND OBLIGATIONS		
Original Appropriations (1-12 After Vetoes)	\$3,824,866,568	
Capital Improvements (17-20 After Vetoes)	25,770,903	
Reserve for Emergency Appropriations	25,000,000	
Reserve for Revisions of Estimated Appropriations	10,000,000	
St. Louis Desegregation (OA Estimated)	150,000,000	
Kansas City Desegregation (OA Estimated)	100,000,000	
Non-Appropriated Transfers-Out (Estimated)	2,000,000	
Total Estimated Appropriations & Obligations	<u>\$4,137,637,471</u>	6.86 %
BALANCE AND LAPSES		
Balance	(\$7,411,587)	
Estimated Lapse	40,000,000	
Estimated Unobligated Balance, 6/30/90	<u>\$32,588,413</u>	

ONE-TIME EXPENDITURES

One of three major adjustments to be made to a current year's appropriation to arrive at the core request is the adjustment for a previous year's one-time appropriations. One-time appropriations must be deducted from the current appropriation.

Fiscal Year 1990 one-time appropriations are illustrated on the following pages according to their respective House Bill numbers. The General Revenue Fund FY 1990 one-time appropriations totaled \$5,389,489.

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION					
2.200	Div. of Instruction - Equipment - Curriculum Staff	\$17,200	\$0	\$0	\$17,200
2.240	Early Childhood Hard-to-Reach	\$0	\$0	\$416,130	\$416,130
2.600	Div. of Special Education - Equipment - Deaf Commission Staff	\$8,295	\$0	\$0	\$8,295
2.600	Div. of Special Education - Equipment - Surrogate Parents Staff	\$3,450	\$0	\$0	\$3,450
2.600	Div. of Special Education - Equipment - Tech. Assis. to Deaf	\$0	\$8,000	\$0	\$8,000
2.645	SSSH Furnish New Facilities	\$0	\$0	\$38,000	\$38,000
2.140	Excellence - Entry/Exit Testing Year 2	\$0	\$0	\$500,000	\$500,000
TOTAL HB 2		\$28,945	\$8,000	\$954,130	\$991,075
DEPARTMENT OF HIGHER EDUCATION					
3.005	DHE Coordination - Equipment - Student Achievement Study	\$4,625	\$0	\$0	\$4,625
3.030	Grants and Loans - Equipment - Student Loan Program	\$0	\$0	\$4,625	\$4,625
3.060	Grants and Loans - Equipment - Competitiveness Scholarship	\$2,500	\$0	\$0	\$2,500
TOTAL HB 3		\$7,125	\$0	\$4,625	\$11,750
DEPARTMENT OF REVENUE					
4.010	Div. of Administration - Additional Vehicles	\$80,800	\$0	\$0	\$80,800
4.020	Div. of Information Systems - Equipment	\$9,100	\$0	\$13,650	\$22,750
4.020	Div. of Information Systems - Equipment	\$4,250	\$0	\$0	\$4,250
4.020	Div. of Information Systems - MINITS	\$5,900	\$0	\$0	\$5,900
4.030	Div. of Taxation - Equipment	\$43,876	\$0	\$344	\$44,220
4.040	Div. of Compliance - Equipment	\$0	\$0	\$35,100	\$35,100
4.040	Div. of Compliance - Nexus Unit	\$13,616	\$0	\$0	\$13,616
4.050	Div. of Motor Vehicle - Equipment	\$356	\$0	\$0	\$356
4.050	Div. of Motor Vehicle - Equipment	\$0	\$0	\$96,631	\$96,631
4.050	Div. of Motor Vehicle - Voice Response System Hardware	\$0	\$0	\$86,420	\$86,420
4.050	Div. of Motor Vehicle - Implement HB 210	\$0	\$0	\$290	\$290
4.050	Div. of Motor Vehicle - Vision Testers	\$0	\$0	\$4,000	\$4,000
TOTAL HB 4		\$157,898	\$0	\$236,435	\$394,333

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
ELECTED OFFICIALS					
5.040	Lt. Governor - Vehicle Replacement	\$15,500	\$0	\$0	\$15,500
5.050	Sec. of State - State Manual	\$500,000	\$0	\$0	\$500,000
5.050	Sec. of State - Vehicle Replacement	\$15,500	\$0	\$0	\$15,500
5.070	State Auditor - Computer Network	\$38,000	\$0	\$0	\$38,000
5.070	State Auditor - Vehicle Replacement	\$15,500	\$0	\$0	\$15,500
5.080	State Treasurer - Vehicle Replacement	\$15,500	\$0	\$0	\$15,500
5.120	Attorney General - Dictation Equipment	\$27,000	\$0	\$0	\$27,000
OFFICE OF ADMINISTRATION					
5.225	Div. of Data Processing - State Contingency Plan	\$75,000	\$0	\$0	\$75,000
5.235	Div. of Desgin & Constr. - Heavy Duty Sweeping Equipment	\$20,000	\$0	\$0	\$20,000
5.235	Div. of Desgin & Constr. - Equipment - Project Managers	\$0	\$0	\$50,444	\$50,444
5.235	Div. of Desgin & Constr. - Equipment - Implement HB 33	\$0	\$0	\$27,612	\$27,612
5.235	Div. of Desgin & Constr. - Equipment - Superfund Management	\$0	\$5,104	\$0	\$5,104
5.235	Div. of Desgin & Constr. - Equipment - Leasing Staff	\$23,420	\$0	\$0	\$23,420
5.235	Div. of Desgin & Constr. - Inspectors Fund Switch-1 mo. Salary	\$83,621	\$0	\$0	\$83,621
5.310	Div. of Flight Operations - Engine Replacement	\$293,000	\$0	\$0	\$293,000
5.310	Div. of Flight Operations - King Air Replacement	\$35,000	\$0	\$0	\$35,000
5.315	Div. of General Services - Workers' Comp. Utilization Review	\$30,000	\$0	\$0	\$30,000
5.315	Div. of General Services - Vehicle Replacement	\$27,300	\$0	\$0	\$27,300
TOTAL HB 5		\$1,214,341	\$5,104	\$78,056	\$1,297,501
JUDICIARY					
6.010	Supreme Court - Automation	\$71,000	\$0	\$0	\$71,000
6.030	State Courts Admin. - Transcriber	\$4,300	\$0	\$0	\$4,300
6.110	Appellate Judicial Commission - Election	\$1,200	\$0	\$0	\$1,200
PUBLIC DEFENDER					
6.200	Director's Office - Equipment	\$34,125	\$0	\$0	\$34,125
6.210	Local Offices - Equipment for Regional Plan	\$339,620	\$0	\$0	\$339,620
TOTAL HB 6		\$450,245	\$0	\$0	\$450,245

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF AGRICULTURE					
7.030	Administrative Services - Vehicle Replacment	\$0	\$30,300	\$110,500	\$140,800
7.050	Agriculture Development - Loan Representative	\$0	\$0	\$9,100	\$9,100
7.075	Plant Industries - HB 1384 Pesticide Applicators	\$63,233	\$0	\$0	\$63,233
7.055	Animal Health - Poultry Specialist	\$10,000	\$0	\$0	\$10,000
7.070	Grain Inspection - Wheat Hardness Testing	\$0	\$0	\$60,000	\$60,000
7.070	Grain Inspection - Falling Numbers Testing	\$0	\$0	\$20,000	\$20,000
7.075	Plant Industries - Pesticide Analyst	\$0	\$3,778	\$0	\$3,778
7.080	Weights & Measures - Scale Testing Equipment	\$15,384	\$0	\$0	\$15,384
7.080	Weights & Measures - Petroleum Lab Equipment	\$0	\$0	\$124,590	\$124,590
7.080	Weights & Measures - Kansas City Pump Inspections	\$0	\$0	\$9,100	\$9,100
7.080	Weights & Measures - Moisture Meter Equipment	\$5,348	\$0	\$0	\$5,348
7.085	State Fair - Computer	\$5,606	\$0	\$0	\$5,606
7.110	Milk Board - High Pressure Liquid Chromatograph	\$0	\$0	\$85,000	\$85,000
7.110	Milk Board - Gas Chromatograph Attachments	\$0	\$0	\$120,000	\$120,000
7.110	Milk Board - Vehicle Replacements	\$0	\$0	\$9,900	\$9,900
Sub Total HB 7		\$99,571	\$34,078	\$548,190	\$681,839

DEPARTMENT OF NATURAL RESOURCES					
7.205	Div. of Energy - Operations	\$0	\$0	\$280,131	\$280,131
7.212	Div. of Energy - Amoco/OKC Overcharge Program	\$0	\$0	\$600,000	\$600,000
7.212	Div. of Energy - Exxon Grants	\$0	\$0	\$7,035,368	\$7,035,368
7.212	Div. of Energy - Warner Admendment Oil Overcharge	\$0	\$0	\$250,000	\$250,000
7.216	Div. of Energy - HB 955 Energy Conservation Loans	\$0	\$0	\$3,004,400	\$3,004,400
7.220	Div. of Parks - Parks Field Operations Expansion	\$0	\$0	\$6,353	\$6,353
7.220	Div. of Parks - Civil War Signs	\$0	\$0	\$20,000	\$20,000
7.220	Div. of Parks - Santa Fe, Lewis & Clark Trails	\$0	\$0	\$9,200	\$9,200
7.235	Div. of Parks - New Parks Vehicles and Equipment	\$0	\$0	\$307,139	\$307,139
7.235	Div. of Parks - Fuel Tanks Replacement	\$0	\$0	\$49,355	\$49,355
7.235	Div. of Parks - Parks Vehicle Replacement	\$0	\$0	\$447,400	\$447,400
7.235	Div. of Parks - Parks Equipment Replacement	\$0	\$0	\$497,881	\$497,881
7.240	Div. of Parks - Main Street	\$18,124	\$18,124	\$0	\$36,248
7.240	Div. of Parks - Outdoor Recreation Planning	\$25,000	\$50,000	\$0	\$75,000

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
	DEPARTMENT OF NATURAL RESOURCES (cont.)				
7.275	Div. of Geology - Solid Waste Management Team	\$12,115	\$0	\$0	\$12,115
7.305	Div. of Geology - Groundwater Protection Specialists	\$0	\$0	\$36,823	\$36,823
7.320	Div. of Environ. Quality - Permits Coordination	\$0	\$4,903	\$0	\$4,903
7.325	Div. of Environ. Quality - Laboratory Equipment Replacement	\$60,175	\$139,825	\$0	\$200,000
7.330	Div. of Environ. Quality - ROP, Assistance Small Water Systems	\$8,397	\$0	\$0	\$8,397
7.330	Div. of Environ. Quality - ROP, Air Pollution Field Staff	\$12,908	\$0	\$0	\$12,908
7.330	Div. of Environ. Quality - ROP, Water Pollution Field Staff	\$18,499	\$0	\$0	\$18,499
7.350	Div. of Environ. Quality - Toxic Air Emissions Inventory	\$49,750	\$0	\$0	\$49,750
7.350	Div. of Environ. Quality - Air-Permit Fee Implmentation	\$0	\$0	\$4,000	\$4,000
7.350	Div. of Environ. Quality - Asbestos Inspection Coordinator	\$3,400	\$0	\$0	\$3,400
7.355	Div. of Environ. Quality - Hazardous Waste Management Program	\$0	\$12,404	\$12,404	\$24,808
7.355	Div. of Environ. Quality - SB 535, Infectious Waste	\$10,993	\$0	\$0	\$10,993
7.355	Div. of Environ. Quality - Hazardous Waste Minimization Ed.	\$0	\$0	\$1,000	\$1,000
7.355	Div. of Environ. Quality - SB 485, Best Demonstrated Tech. Study	\$10,000	\$0	\$0	\$10,000
7.360	Div. of Environ. Quality - Solid Waste Management	\$3,400	\$0	\$0	\$3,400
7.365	Div. of Environ. Quality - Superfund Management Assistance	\$0	\$15,167	\$0	\$15,167
7.370	Div. of Environ. Quality - Non-Coal Mined Land Reclamation	\$0	\$0	\$16,000	\$16,000
7.375	Div. of Environ. Quality - Management Support to Soil Districts	\$0	\$0	\$18,909	\$18,909
7.380	Div. of Environ. Quality - County Soil Surveys	\$0	\$0	\$23,193	\$23,193
7.385	Div. of Environ. Quality - State Auditor Charges	\$0	\$56,000	\$0	\$56,000
7.415	Div. of Mgmt. Services - Stormwater Grants	\$0	\$0	\$2,500,000	\$2,500,000
7.420	Div. of Environ. Quality - Rural Sewer and Water Grants	\$0	\$0	\$5,000,000	\$5,000,000
7.480	Div. of Environ. Quality - Non-Parks Vehicle Replacement	\$0	\$0	\$61,200	\$61,200
Sub Total HB 7		\$232,761	\$296,423	\$20,180,756	\$20,709,940

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF ECONOMIC DEVELOPMENT					
7.500	Administrative Services - Equipment	\$0	\$0	\$2,500	\$2,500
7.535	Data Processing - Small Business	\$0	\$9,000	\$0	\$9,000
7.535	Data Processing - Small Business Procurement E&E	\$0	\$5,400	\$0	\$5,400
7.540	Data Processing - Main Street Contract	\$195,000	\$0	\$0	\$195,000
7.545	Job Development Training - Jr. College Training	\$3,650	\$0	\$0	\$3,650
7.600	Div. of Insurance - HB 430 Equipment	\$0	\$0	\$6,330	\$6,330
7.605	Div. of Transportation - Safety Enforcement Grants	\$0	\$40,695	\$0	\$40,695
7.635	Public Service Commission - General Counsel Equipment	\$0	\$0	\$2,850	\$2,850
7.640	Public Service Commission - Utility Office Equipment	\$0	\$0	\$4,300	\$4,300
7.640	Public Service Commission - Utility Office Equipment	\$0	\$0	\$717	\$717
7.660	Profession Registration - Admin. - Microfilming Equipment	\$0	\$0	\$33,600	\$33,600
7.710	Profession Registration - Healing Arts - Legal Expenses	\$0	\$0	\$50,000	\$50,000
Sub Total HB 7		\$198,650	\$55,095	\$100,297	\$354,042
DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS					
7.800	Industrial Commission - Vehicle	\$3,000	\$0	\$6,800	\$9,800
7.830	Workers' Compensation - Moving Expenses	\$0	\$0	\$1,868	\$1,868
7.830	Workers' Compensation - Equipment	\$0	\$0	\$12,310	\$12,310
7.845	Employment Security - Equipment	\$0	\$1,350,000	\$0	\$1,350,000
Sub Total HB 7		\$3,000	\$1,350,000	\$20,978	\$1,373,978
TOTAL HB 7		\$533,982	\$1,735,596	\$20,850,221	\$23,119,799

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF HIGHWAYS AND TRANSPORTATION					
8.050	Aviation Advisory Committee Study	\$25,000	\$0	\$0	\$25,000
PUBLIC SAFETY					
8.235	State Highway Patrol - HB 1559, Equipment	\$0	\$0	\$1,773	\$1,773
8.235	State Highway Patrol - Equipment for Additional Troopers	\$70,000	\$0	\$0	\$70,000
8.235	State Highway Patrol - Helicopter Repair	\$46,250	\$0	\$46,250	\$92,500
8.235	State Highway Patrol - Aircraft Trade	\$0	\$148,500	\$0	\$148,500
8.245	State Highway Patrol - Vehicles	\$0	\$0	\$114,510	\$114,510
8.295	Div. of Fire Safety - Fire Incident Reporting System Temps	\$10,000	\$0	\$0	\$10,000
8.295	Div. of Fire Safety - Fire Investigators	\$44,460	\$0	\$0	\$44,460
8.305	Div. of Highway Safety - Vehicles	\$0	\$11,100	\$0	\$11,100
8.320	Adjutant General - Guard Expansion	\$75,455	\$0	\$0	\$75,455
8.347	State Emergency Management Agency - Drought Response Plan	\$0	\$25,000	\$0	\$25,000
8.350	Veterans Affairs - Volunteer Coordinator	\$0	\$0	\$500	\$500
TOTAL HB 8		\$271,165	\$184,600	\$163,033	\$618,798
DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES					
9.055	Office of Director - Security Pool	\$22,750	\$0	\$0	\$22,750
9.100	Div. of Administration - Fire and Safety Spec.	\$1,500	\$0	\$0	\$1,500
9.105	Div. of Administration - Equipment	\$0	\$0	\$11,600	\$11,600
9.365	Western Mo. Correctional Center - Phase II Staff	\$180,628	\$0	\$0	\$180,628
9.365	Western Mo. Correctional Center - E&E Roll-in for Mattresses, etc.	\$12,035	\$0	\$0	\$12,035
9.370	Potosi Correctional Center - Phase II Staff	\$1,600	\$0	\$0	\$1,600
9.416	Div. of Classification and Treatment - Literacy Incentive Program	\$4,000	\$0	\$0	\$4,000
9.425	Fulton Diagnostic Center - Correctional Caseworker	\$1,500	\$0	\$0	\$1,500
9.500	Board of Probation and Parole - District Supervisor	\$1,275	\$0	\$0	\$1,275
9.505	Board of Probation and Parole - Staff	\$119,700	\$0	\$0	\$119,700
9.510	Board of Probation and Parole - Community Sentencing Expansion	\$6,375	\$0	\$0	\$6,375
9.525	Board of Probation and Parole - House Arrest, Inmate Expansion	\$7,650	\$0	\$0	\$7,650
9.525	Board of Probation and Parole - House Arrest, Technical Parole	\$7,650	\$0	\$0	\$7,650
TOTAL HB 9		\$366,663	\$0	\$11,600	\$378,263

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF MENTAL HEALTH					
10.005	Office of the Director - Resource Investigation, Office Equipment	\$8,635	\$0	\$0	\$8,635
10.055	Office of the Director - Equipment Replacement	\$150,000	\$0	\$0	\$150,000
10.065	Office of the Director - Nursing Home Reform, Equipment	\$0	\$139,050	\$0	\$139,050
10.085	Office of the Director - Adaptive Equipment	\$0	\$0	\$150,000	\$150,000
10.120	Div. MR/DD - Waiver Expansion, Equipment	\$126,519	\$0	\$0	\$126,519
10.125	Div. CPS - Plan Amendment Expansion, Equipment	\$37,418	\$0	\$0	\$37,418
10.130	Div. of ADA Admin. - Equipment for Prevention Staff	\$0	\$7,425	\$0	\$7,425
10.205	Fulton State Hospital, CPS - Equipment for Medicare Staff	\$0	\$956	\$0	\$956
10.250	Hawthorne Relocation	\$550,710	\$0	\$0	\$550,710
10.315	Southeast Mo Mental Health Center - Drum and Hall Equipment	\$1,345	\$0	\$0	\$1,345
DEPARTMENT OF HEALTH					
10.605	Office of Information Systems - Computer Network, Equipment	\$0	\$2,852	\$0	\$2,852
10.635	Div. of Environmental Health - Equipment	\$22,353	\$0	\$0	\$22,353
10.650	Div. of Maternal, Child and Family Health Care - Equipment	\$0	\$5,500	\$0	\$5,500
10.650	Div. of Maternal, Child and Family Health Care - Equipment	\$39,975	\$0	\$0	\$39,975
TOTAL HB 10		\$936,955	\$155,783	\$150,000	\$1,242,738

SECTION	DESCRIPTION	GR	FED	OTHER	TOTAL
DEPARTMENT OF SOCIAL SERVICES					
11.020	Div. of Data Processing - Title 4D Enhancement	\$116,692	\$1,845,914	\$0	\$1,962,606
11.030	Div. of Data Processing - Catastrophic Modification Costs	\$40,000	\$40,000	\$0	\$80,000
11.030	Div. of Data Processing -Catastrophic Staff	\$22,959	\$22,959	\$0	\$45,918
11.040	Div. of Child Support Enforcement - AFDC Growth Factor	\$0	\$44,399	\$0	\$44,399
11.100	Div. of Family Services - Welfare Reform Staff	\$5,302	\$7,954	\$0	\$13,256
11.110	Div. of Family Services - Communications for New Staff	\$510	\$990	\$0	\$1,500
11.115	Div. of Family Services - HB 518 Staff	\$7,164	\$6,328	\$0	\$13,492
11.115	Div. of Family Services - Catastrophic Staff	\$13,692	\$12,142	\$0	\$25,834
11.265	Div. of Family Services - Blind Admin., Title VII-C	\$0	\$2,972	\$0	\$2,972
11.400	Div. of Medical Services - Admin. Staff	\$981	\$1,134	\$0	\$2,115
11.410	Div. of Medical Services - MMIS System	\$45,018	\$405,159	\$0	\$450,177
11.505	Div. of Aging - Social and Protective Staff	\$2,411	\$985	\$0	\$3,396
11.510	Div. of Aging - Inst. Nurse Aide Registry	\$555	\$2,908	\$0	\$3,463
11.510	Div. of Aging - Institutional Staff	\$3,617	\$1,477	\$0	\$5,094
11.610	Div. of Youth Services - Residential Services	\$1,714	\$0	\$0	\$1,714
11.625	Div. of Youth Services - Education Staff	\$0	\$0	\$4,285	\$4,285
11.645	Div. of Youth Services - Missouri Hills Expansion	\$127,893	\$0	\$0	\$127,893
TOTAL HB 11		\$388,508	\$2,395,321	\$4,285	\$2,788,114
GENERAL ASSEMBLY					
12.010	Senate - Data Processing and Typing Equipment	\$188,000	\$0	\$0	\$188,000
12.010	Senate - Interoffice Communications Upgrade	\$10,000	\$0	\$0	\$10,000
12.020	House - Chamber Renovation	\$779,320	\$0	\$0	\$779,320
12.020	House - Computer Replace/Upgrade	\$30,000	\$0	\$0	\$30,000
12.060	Committee on Legislative Research - Oversight, Expenses	\$26,342	\$0	\$0	\$26,342
TOTAL HB 12		\$1,033,662	\$0	\$0	\$1,033,662
GRAND TOTAL HB's 1 - 12		\$5,389,489	\$4,484,404	\$22,452,385	\$32,326,278

GOVERNOR'S RESERVE FOR FY 1989 AND TARGETED RESERVE FOR FY 1990

The Governors during the last nine years have required departments to withhold additional monies from the appropriated budgets.

Article IV, Section 27 of the Missouri Constitution states:

Power of governor to control rate of and reduce expenditures.--The governor may control the rate at which any appropriation is expended during the period of the appropriation by allotment or other means, and may reduce the expenditures of the state or any of its agencies below their appropriations whenever the actual revenues are less than the revenue estimates upon which the appropriations were based.

In addition to this, section 33.290, RSMo, states:

...Each such department shall in its request allotments set aside three percent of the appropriations as a reserve fund which shall be subject to expenditure only with the approval of the governor...

Recent governors have exercised these provisions to a great extent. For FY81 the proposed budget reductions by Governor Bond were 10% from the departments with certain programs being excepted but with a total reduction of \$63,056,763. During FY82 Governor Bond announced he would withhold \$75 million from the operating budgets of all state departments and veto \$20.6 million to avoid a projected revenue shortfall. FY83 withholdings included \$4.5 million from capital improvement projects in addition to \$90.8 million from the operating budget. Missouri state agencies for FY84 had planned reductions of over \$42 million.

Revenues in fiscal years 1985 and 1986 were sufficient that no withholdings were made. However, Governor Ashcroft in FY87 developed a withholding plan for approximately \$84.5 million of the appropriated budget. The withholding plan for FY88 was for \$47.5 million.

The amounts in the Governor's reserve for FY89 are detailed by department on the following page. The total amount in Governor's reserve as of July 31, 1989 was \$38.9 million General Revenue and \$1.7 million Highway Funds.

Also included on the following page is the targeted General Revenue and Highway Funds reserve requirements for the FY90 operating budget .

**FY 1989 AMOUNT IN GOVERNOR'S RESERVE
AS OF 7/31/89**

<u>DEPARTMENT</u>	<u>GENERAL REVENUE</u>	<u>HIGHWAY FUNDS</u>
Elementary and Secondary Education	\$1,310,479	\$0
Higher Education	8,304,819	0
Revenue	638,878	214,227
Elected Officials	184,257	0
Office of Administration	7,462,673	14,260
Judiciary	0	0
Public Defender	0	0
Agriculture	261,258	0
Natural Resources	349,079	0
Economic Development	1,099,613	61,585
Labor and Industrial Relations	67,658	0
Public Safety	508,834	1,438,899
Highways and Transportation	130,147	0
Corrections and Human Resources	6,519,145	0
Mental Health	5,241,575	0
Health	1,209,143	0
Social Services	5,327,080	0
General Assembly	<u>297,094</u>	<u>0</u>
TOTAL	\$38,911,732	\$1,728,971

FY 1990 TARGETED OPERATING RESERVES

<u>DEPARTMENT</u>	<u>GENERAL REVENUE</u>	<u>HIGHWAY FUNDS</u>
Elementary and Secondary Education	1,153,476	0
Higher Education	17,540,944	0
Revenue	768,955	736,655
Elected Officials	0	0
Office of Administration	825,898	33,581
Judiciary	0	0
Public Defender	0	0
Agriculture	308,365	0
Natural Resources	282,749	0
Economic Development	1,134,440	74,797
Labor and Industrial Relations	69,801	0
Public Safety	806,093	1,821,387
Highways and Transportation	131,462	0
Corrections and Human Resources	4,853,798	0
Mental Health	5,945,407	0
Health	1,095,411	1,724
Social Services	4,489,989	0
General Assembly	<u>0</u>	<u>0</u>
TOTAL	\$39,406,788	\$2,668,144

SOURCE: Office of Administration, Division of Budget and Planning

1991 COST TO CONTINUE

<u>DEPARTMENT</u>	<u>GENERAL REVENUE</u>	<u>FEDERAL</u>	<u>OTHER</u>	<u>TOTAL</u>
Public Debt	\$528	\$0	\$0	\$528
Elementary & Secondary Education	200,164	334,451	10,261	544,876
Higher Education	21,091	3,226	10,250	34,567
Revenue	559,971	5,566	105,095	670,632
Elected Officials				
Governor	15,433	0	0	15,433
Lt. Governor	0	0	0	0
Secretary of State	27,489	0	0	27,489
Auditor	3,731	331	891	4,953
Treasurer	11,282	0	4,096	15,378
Attorney General	25,530	0	0	25,530
Office of Administration	296,904	1,041	57,362	355,307
Judiciary	498,653	0	0	498,653
Public Defender	722,139	0	0	722,139
Agriculture	116,669	3,397	60,048	180,114
Natural Resources	122,122	116,053	256,083	494,258
Economic Development	199,701	34,933	157,963	392,597
Labor and Industrial Relations	31,129	1,019,609	58,608	1,109,346
Highways and Transportation	5,556	4,287	245,620	255,463
Public Safety	386,292	70,479	64,502	521,273
Corrections and Human Resources	1,873,791	11,616	69,966	1,955,373
Mental Health	9,902,726	0	0	9,902,726
Health	778,847	68,075	89,465	936,387
Social Services	1,804,667	1,389,551	0	3,194,218
General Assembly	<u>178,675</u>	<u>0</u>	<u>0</u>	<u>178,675</u>
Total Operating Budget	\$17,783,090	\$3,062,615	\$1,190,210	\$22,035,915

NOTE: Cost to continue items are those operating decision items that may require a commitment of more than one fiscal year. This page contains those estimates provided by the Senate Appropriations Committee Staff. Please contact the Staff for the details or explanation of these costs concerning any particular department.

Missouri State Finances

GENERAL REVENUE FUND APPROPRIATIONS HISTORY

State of Missouri

The following tables and charts provide a historical background to state general revenue fund receipts and expenditures in general and by department. The general revenue fund comprises just over onehalf of the \$7.6 billion annual state budget and is the fund with the most flexibility for reallocation by Gubernatorial and Legislative action. Federal and State earmarked sources are subject to less scrutiny and change because more "strings" are attached to spending these funds.

The first table and chart shows a general overview of state general revenue fund receipts and expenditures for the past decade. There are several trends to note. In recent years, there has been a tendency to appropriate more funds than are available either by overestimating receipts or underestimating obligations (e.g. court ordered desegregation). As a result, seven of the last eleven years, the Governor has exercised his constitutional authority to withhold appropriated funds to balance the budget. As the chart indicates, this action results in higher than normal lapse funds for those years. Because the Governor's withholdings are not "across-the-board" but are selective, this procedure has reduced the Legislature's effectiveness in budget reallocations (the Governor's line-item veto power has the same effect.)

The next several tables show the changes over time in the allocation of general revenue funds by department. There are three or four areas that are taking a significantly bigger piece of the pie and three or four areas that are taking a smaller piece of the pie depending on how you consider court ordered desegregation. The payment of the Public Debt, Corrections, and School Desegregation are all taking a larger percent of the total while Elementary and Secondary Education, Higher Education, Social Services and Mental Health are taking smaller percent of the total than they did in 1982. If you consider School Desegregation costs as part of Elementary and Secondary Education, then their percent of total has remained relatively constant.

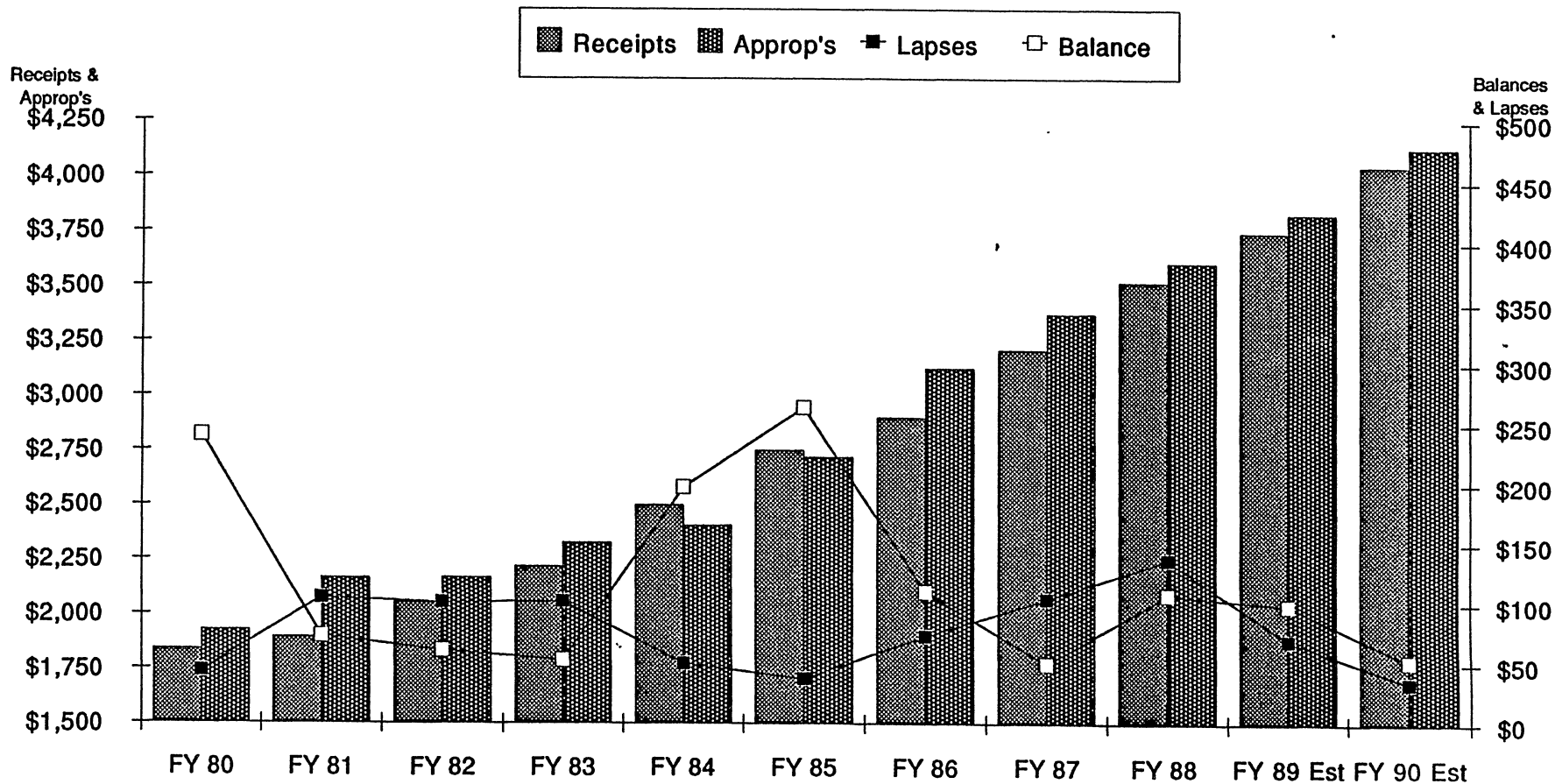
The final table in this section shows emergency and supplemental appropriations and "estimated" (or open-ended) increases as a percent of the total. As can be seen, each averages over one percent of the total. Each year in planning the budget, these figures are estimated and funds are set aside to cover these appropriations.

MISSOURI STATE GENERAL REVENUE FUND HISTORY: FY 72 - FY 90
(Excluding Reappropriations)

Fiscal Year	Receipts and Transfers-In	Percent Change	Appropriations			Non-Approp. Transfers	Budgeted K.C. & St. Louis Desegregation	Adjust in Reapprop	Total Appropriations	Percent Change	Lapses	Appropriations Less Lapses	Percent Change	Unobligated Fund Balance
			Original	Emergency	*Est.* Incr.									
1972	777,102,568	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	50,861,899
1973	906,956,017	16.71	n/a	n/a	n/a	n/a	n/a	n/a	891,191,545	n/a	10,481,214	880,710,331	n/a	77,107,581
1974	953,839,803	5.17	912,919,062	16,145,278	35,996,021	56,886	n/a	-0-	965,117,247	8.30	11,144,793	953,972,454	8.32	76,974,931
1975	1,025,526,452	7.52	1,014,506,564	35,348,986	28,963,592	5,242,286	n/a	-0-	1,084,061,428	12.32	12,595,167	1,071,466,261	12.32	31,035,121
1976	1,142,104,990	11.37	1,119,625,077	14,812,248	10,234,305	70,274	n/a	-0-	1,144,741,904	5.60	17,899,658	1,126,842,246	5.17	46,297,861
1977	1,287,150,978	12.70	1,225,472,524	23,133,262	282,229	-0-	n/a	-0-	1,248,888,015	9.10	14,002,910	1,234,885,105	9.59	98,563,741
1978	1,457,982,938	13.27	1,414,725,958	23,344,204	10,459,828	-0-	n/a	-0-	1,448,529,990	15.99	40,397,359	1,408,132,631	14.03	148,414,041
1979	1,692,252,809	16.07	1,575,449,108	10,471,057	19,756,894	-0-	n/a	-0-	1,605,677,059	10.85	52,931,370	1,552,745,689	10.27	287,921,161
1980	1,836,353,325	8.52	1,849,585,582	45,414,448	31,381,530	110,409	n/a	-0-	1,926,491,969	19.98	43,533,419	1,882,958,550	21.27	241,315,941
1981	1,892,891,865	3.08	2,078,269,165	41,350,528	34,901,777	367	10,180,490	-0-	2,164,702,325	12.36	104,473,745	2,060,228,580	9.41	73,979,221
1982	2,053,874,738	8.50	2,121,782,418	6,822,801	23,226,294	1,359,305	13,500,000	160,164	2,166,850,982	0.10	100,950,893	2,065,900,089	0.28	61,953,871
1983	2,217,384,985	7.96	2,233,944,553	34,104,148	37,983,848	147,762	21,000,000	-0-	2,327,180,311	7.40	101,819,202	2,225,361,109	7.72	53,977,751
1984	2,501,842,425	12.83	2,313,954,167	48,726,883	3,170,640	996,511	40,400,000	-0-	2,407,248,201	3.44	49,904,054	2,357,344,147	5.93	198,476,031
1985	2,753,319,515	10.05	2,481,159,247	174,514,578	9,485,340	211,969	59,200,000	(3,071)	2,724,568,063	13.18	37,559,102	2,687,008,961	13.98	264,786,581
1986	2,902,208,337	5.41	2,990,113,214	33,781,140	10,841,483	222,485	94,700,000	99,377	3,129,757,699	14.87	72,689,444	3,057,068,255	13.77	109,926,661
1987	3,214,649,608	10.77	3,196,304,497	31,033,815	27,293,852	1,426,861	122,600,000	250,030	3,378,909,055	7.96	104,424,701	3,274,484,354	7.11	50,091,921
1988	3,522,794,752	9.59	3,390,374,520	18,561,609	13,232,157	5,298,176	174,260,000	-0-	3,601,724,462	6.59	138,748,258	3,464,978,206	5.82	107,908,461
1989	3,791,588,583	7.63	3,564,182,224	41,166,759	13,124,593	1,223,407	250,500,000	-0-	3,870,196,983	7.45	70,000,000	3,800,196,983	9.67	99,300,061
1990	4,051,435,000	6.85	3,850,637,471	20,500,000	10,000,000	2,000,000	250,000,000	-0-	4,133,137,471	6.79	35,000,000	4,098,137,471	7.84	52,597,591

*Estimated

MISSOURI GENERAL REVENUE HISTORY AND PROJECTIONS (In Millions)



NOTE: \$130 mill. Cash Flow Reserve Fund created in FY 85
FY 81 - 84, FY 87, & FY 88 had Governor's Withholding.

GENERAL REVENUE EXPENDITURES BY DEPARTMENT
Percent of Total for Fiscal Year

	FY 82 Expenditures	Percent of Total	FY 83 Expenditures	Percent of Total	FY 84 Expenditures	Percent of Total	FY 85 Expenditures	Percent of Total	FY 86 Expenditures	Percent of Total	FY 87 Expenditures	Percent of Total	FY 88 Expenditures
Public Debt	\$6,988,238	0.33	\$11,643,610	0.52	24,469,634	1.03	31,245,514	1.22	46,548,553	1.57	\$64,483,808	1.97	\$75,291,265
El. & Sec. Education	696,776,110	33.23	699,378,250	31.50	713,690,641	30.15	743,302,592	29.11	887,894,826	29.88	951,833,532	29.08	1,032,102,278
Higher Education	335,718,588	16.01	347,113,471	15.63	349,797,779	14.78	384,206,924	15.05	467,104,504	15.72	485,486,985	14.83	525,832,016
Department of Revenue	28,725,135	1.37	37,889,725	1.71	38,654,607	1.63	36,050,731	1.41	37,307,025	1.26	41,023,724	1.25	36,534,399
Office of Administration	142,728,564	6.81	162,677,481	7.33	205,574,139	8.69	202,562,762	7.93	220,959,719	7.44	254,003,907	7.76	284,821,360
Elected Officials	10,795,711	0.51	12,234,215	0.55	12,785,649	0.54	15,226,840	0.60	18,823,187	0.63	23,076,164	0.71	24,359,409
Judiciary	44,050,847	2.10	46,662,068	2.10	49,000,230	2.07	57,852,739	2.27	64,663,781	2.18	68,044,522	2.08	70,870,804
Agriculture	6,333,271	0.30	5,685,864	0.26	5,662,557	0.24	7,174,687	0.28	8,039,609	0.27	9,306,454	0.28	9,053,205
Conservation	-0-	n/a	-0-	n/a	-0-	n/a	-0-	n/a	-0-	n/a	0	n/a	0
Economic Development	12,463,424	0.59	14,197,709	0.64	14,027,367	0.59	18,246,674	0.71	24,828,089	0.84	31,266,676	0.96	43,705,313
Natural Resources	14,361,884	0.68	14,243,855	0.64	12,886,616	0.54	17,263,537	0.68	16,458,107	0.55	15,356,661	0.47	14,574,134
Labor & Indust. Relations	980,259	0.05	935,816	0.04	1,028,612	0.04	1,533,991	0.06	2,014,036	0.07	2,072,788	0.06	1,989,237
Highways & Transport.	2,812,627	0.13	3,711,437	0.17	3,862,406	0.16	4,115,908	0.16	4,211,182	0.14	3,911,869	0.12	4,087,878
Public Safety	9,947,094	0.47	13,272,494	0.60	11,721,441	0.50	11,807,860	0.46	14,715,752	0.50	17,672,637	0.54	18,399,834
Corrections	51,069,281	2.44	56,137,358	2.53	66,689,490	2.82	79,300,893	3.11	95,189,333	3.20	120,952,693	3.70	138,829,753
Mental Health	205,642,529	9.81	208,968,460	9.41	225,566,640	9.53	243,704,388	9.55	276,225,992	9.30	295,410,712	9.03	315,383,302
Health	24,446,976	1.17	25,451,163	1.15	24,063,693	1.02	29,198,448	1.14	34,659,936	1.17	42,031,275	1.28	43,987,284
Social Services	336,383,441	16.04	349,530,053	15.74	369,249,010	15.60	385,716,298	15.11	426,713,550	14.36	452,571,608	13.83	492,169,618
General Assembly	12,326,612	0.59	13,737,918	0.62	13,876,990	0.59	15,548,458	0.61	17,566,282	0.59	19,058,228	0.58	18,604,723
Tax Refunds	139,922,636	6.67	179,720,060	8.09	185,875,360	7.85	211,776,412	8.29	226,709,607	7.63	254,886,305	7.79	208,985,198
School Desegregation	13,140,216	n/a	17,187,556	0.77	37,424,743	1.58	57,095,304	2.24	79,069,700	2.66	120,188,349	3.67	158,065,503
Other Transfers-Out	1,359,305	0.06	147,762	0.01	996,511	0.04	211,969	0.01	1,385,483	0.05	376,175	0.01	5,541,733
Total	\$2,096,972,748	99.37	\$2,220,526,325	100.00	\$2,366,904,115	100.00	\$2,553,142,929	100.00	\$2,971,088,253	100.00	\$3,273,015,072	100.00	3,523,188,246
Cash Operating Reserve Transfer							130,000,000						

Figures include all spending (i.e. operating, capital, supplemental, reappropriations, & court orders)

GENERAL REVENUE EXPENDITURES BY DEPARTMENT
Change Over Prior Fiscal Year

	FY 82 Expenditures	FY 83 Expenditures	Percent Change	FY 84 Expenditures	Percent Change	FY 85 Expenditures	Percent Change	FY 86 Expenditures	Percent Change	FY 87 Expenditures	Percent Change	FY 88 Expenditures	Percent Change
Public Debt	\$6,988,238	\$11,643,610	66.62	24,469,634	110.16	31,245,514	27.69	46,548,553	48.98	\$64,483,808	38.53	\$75,291,265	16.76
El. & Sec. Education	696,776,110	699,378,250	0.37	713,690,641	2.05	743,302,592	4.15	887,894,826	19.45	951,833,532	7.20	1,032,102,278	8.43
Higher Education	335,718,588	347,113,471	3.39	349,797,779	0.77	384,206,924	9.84	467,104,504	21.58	485,486,985	3.94	525,832,016	8.31
Department of Revenue	28,725,135	37,889,725	31.90	38,654,607	2.02	36,050,731	(6.74)	37,307,025	3.48	41,023,724	9.96	36,534,399	(10.94)
Office of Administration	142,728,564	162,677,481	13.98	205,574,139	26.37	202,562,762	(1.46)	220,959,719	9.08	254,003,907	14.95	284,821,360	12.13
Elected Officials	10,795,711	12,234,215	13.32	12,785,649	4.51	15,226,840	19.09	18,823,187	23.62	23,076,164	22.59	24,359,409	5.56
Judiciary	44,050,847	46,662,068	5.93	49,000,230	5.01	57,852,739	18.07	64,663,781	11.77	68,044,522	5.23	70,870,804	4.15
Agriculture	6,333,271	5,685,864	(10.22)	5,662,557	(0.41)	7,174,687	26.70	8,039,609	12.06	9,306,454	15.76	9,053,205	(2.72)
Conservation	-0-	-0-	n/a	-0-	n/a	-0-	n/a	-0-	n/a	0	n/a	0	n/a
Economic Development	12,463,424	14,197,709	13.91	14,027,367	(1.20)	18,246,674	30.08	24,828,089	36.07	31,266,676	25.93	43,705,313	39.78
Natural Resources	14,361,884	14,243,855	(0.82)	12,886,616	(9.53)	17,263,537	33.96	16,458,107	(4.67)	15,356,661	(6.69)	14,574,134	(5.10)
Labor & Indust. Relations	980,259	935,816	(4.53)	1,028,612	9.92	1,533,991	49.13	2,014,036	31.29	2,072,788	2.92	1,989,237	(4.03)
Highways & Transport.	2,812,627	3,711,437	31.96	3,862,406	4.07	4,115,908	6.56	4,211,182	2.31	3,911,869	(7.11)	4,087,878	4.50
Public Safety	9,947,094	13,272,494	33.43	11,721,441	(11.69)	11,807,860	0.74	14,715,752	24.63	17,672,637	20.09	18,399,834	4.11
Corrections	51,069,281	56,137,358	9.92	66,689,490	18.80	79,300,893	18.91	95,189,333	20.04	120,952,693	27.07	138,829,753	14.78
Mental Health	205,642,529	208,968,460	1.62	225,566,640	7.94	243,704,388	8.04	276,225,992	13.34	295,410,712	6.95	315,383,302	6.76
Health	24,446,976	25,451,163	4.11	24,063,693	(5.45)	29,198,448	21.34	34,659,936	18.70	42,031,275	21.27	43,987,284	4.65
Social Services	336,383,441	349,530,053	3.91	369,249,010	5.64	385,716,298	4.46	426,713,550	10.63	452,571,608	6.06	492,169,618	8.75
General Assembly	12,326,612	13,737,918	11.45	13,876,990	1.01	15,548,458	12.04	17,566,282	12.98	19,058,228	8.49	18,604,723	(2.38)
Tax Refunds	139,922,636	179,720,060	28.44	185,875,360	3.42	211,776,412	13.93	226,709,607	7.05	254,886,305	12.43	208,985,198	(18.01)
School Desegregation	13,140,216	17,187,556	30.80	37,424,743	117.74	57,095,304	52.56	79,069,700	38.49	120,188,349	52.00	158,065,503	31.51
Other Transfers-Out	1,359,305	147,762	(89.13)	996,511	574.40	211,969	(78.73)	1,385,483	553.63	376,175	(72.85)	5,541,733	1373.18
Total	\$2,096,972,748	\$2,220,526,325	5.89	\$2,366,904,115	6.59	\$2,553,142,929	7.87	\$2,971,088,253	16.37	\$3,273,015,072	10.16	\$3,523,188,246	7.64
Cash Operating Reserve Transfer						130,000,000							

Figures include all spending (i.e. operating, capital, supplemental, reappropriations, & court orders)

ANALYSIS OF LAPSE FUNDS BY DEPARTMENT: FY 84 - FY 88
GENERAL REVENUE FUND ONLY

	FY 84 GR Approp	FY 84 GR Lapse	Lapse as Percent of Approp	FY 85 GR Approp	FY 85 GR Lapse	Lapse as Percent of Approp	FY 86 GR Approp	FY 86 GR Lapse	Lapse as Percent of Approp	FY 87 GR Approp	FY 87 GR Lapse	Lapse as Percent of Approp	FY 88 GR Approp	FY 88 GR Lapse	Lapse as Percent of Approp
Public Debt	\$26,270,121	\$1,800,487	6.85	\$33,964,201	\$2,718,688	8.00	\$49,503,761	\$2,955,208	5.97	70,952,685	6,468,877	9.12	83,187,668	7,896,403	9.49
El. & Sec. Education	714,266,740	558,970	0.08	743,849,202	497,631	0.07	893,465,622	1,707,210	0.19	967,218,824	10,689,044	1.11	1,043,336,227	8,440,768	0.81
Higher Education	354,125,798	408,551	0.12	388,171,448	68,933	0.02	513,599,866	7,867,030	1.53	544,012,556	26,154,442	4.81	562,633,242	16,713,680	2.97
Department of Revenue	40,518,594	1,863,987	4.60	38,597,894	696,846	1.81	39,236,046	1,358,933	3.46	42,929,591	1,905,867	4.44	38,530,971	1,639,380	4.25
Office of Administration	212,285,294	5,753,271	2.71	206,969,353	3,079,237	1.49	242,396,667	8,169,586	3.37	268,621,241	5,152,895	1.92	295,083,970	4,912,892	1.66
Elected Officials	13,853,237	1,067,588	7.71	16,675,387	1,327,772	7.96	18,948,731	1,069,891	5.36	24,595,828	1,469,067	5.97	25,798,013	1,422,579	5.51
Judiciary	50,033,040	1,032,810	2.06	58,406,302	553,563	0.95	65,581,970	837,383	1.28	69,103,110	992,051	1.44	72,033,741	1,114,837	1.55
Agriculture	6,359,180	673,057	10.58	7,807,707	633,020	8.11	8,007,059	511,092	5.67	10,504,875	559,332	5.32	10,112,497	861,456	8.52
Conservation	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Economic Development	16,707,133	1,343,169	8.04	19,703,878	651,943	3.31	39,346,698	3,307,750	8.41	49,262,981	2,106,611	4.28	53,287,352	2,342,435	4.40
Natural Resources	19,029,380	1,526,933	8.02	22,031,546	250,914	1.14	22,012,971	847,725	3.85	18,569,748	797,192	4.29	16,419,373	718,176	4.37
Labor & Industrial Rel.	1,111,428	82,816	7.45	1,694,683	118,342	6.98	2,178,604	164,568	7.55	2,287,495	214,707	9.39	2,213,713	224,476	10.14
Highways & Transport.	4,095,644	233,238	5.69	4,214,595	98,687	2.34	4,505,103	293,921	6.52	5,080,457	1,168,588	23.00	4,365,474	277,596	6.36
Public Safety	13,228,525	1,159,308	8.76	13,167,452	476,755	3.62	17,300,603	984,192	5.69	21,779,397	1,418,472	6.51	21,946,442	2,279,464	10.39
Corrections	69,811,940	1,842,060	2.64	81,784,428	1,837,503	2.25	124,179,558	5,699,393	4.59	156,650,723	11,489,359	7.33	157,944,318	7,748,528	4.91
Mental Health	234,750,902	8,281,805	3.53	255,255,642	8,402,176	3.29	292,014,552	10,814,243	3.70	319,654,300	15,708,761	4.91	332,965,159	13,013,102	3.91
Health	25,073,761	1,010,068	4.03	30,489,709	1,291,261	4.24	37,056,862	2,040,120	5.51	44,927,212	2,305,103	5.13	46,600,411	2,233,706	4.79
Social Services	377,915,072	8,647,523	2.29	390,777,040	5,060,742	1.30	433,883,268	5,803,850	1.34	467,643,818	11,841,198	2.53	502,717,043	8,196,622	1.63
General Assembly	15,396,493	1,519,503	9.87	16,515,263	966,805	5.85	18,902,938	1,336,656	7.07	20,513,250	1,455,022	7.09	20,105,580	1,500,857	7.46
Tax Refunds	194,000,000	8,124,640	4.19	218,500,000	6,723,588	3.08	228,000,000	1,290,393	0.57	255,000,000	113,695	0.04	248,000,000	39,014,802	15.73
School Desegregation	40,400,000	2,975,257	7.36	59,200,000	2,104,696	3.56	94,700,000	15,630,300	16.51	122,600,000	2,411,651	1.97	174,260,000	16,194,497	9.29
Total	\$2,429,232,282	\$49,905,041	2.05	\$2,607,775,730	\$37,559,102	1.44	\$3,146,820,879	\$72,689,444	2.31	\$3,481,908,091	\$104,421,934	3.00	\$3,711,541,194	\$136,746,256	3.68
Cash Operating Reserve Fund Transfer				\$130,000,000									6,079,058		

Figures include all spending (operating, capital, supplemental, & court orders)
FY 82 & FY 83 had Governor's Withholding Orders

**ANALYSIS OF EMERGENCY, INCREASES IN ESTIMATED, AND BUDGETED DESEGREGATION APPROPRIATIONS
GENERAL REVENUE ONLY: FY 72 - FY 89
(Excluding Reappropriations)**

Fiscal Year	Original	Appropriations Emergency	"Est." Incr.	Non-Approp. Transfers	Budgeted K.C. & St. Louis Desegregation	Adjust in Reapprop	Total Appropriations	Emergency as Percent of Total	"Estimated" as Percent of Total	Desegregation as Percent of Total
1972	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
1973	n/a	n/a	n/a	n/a	n/a	n/a	891,191,545	n/a	n/a	n/a
1974	912,919,062	16,145,278	35,996,021	56,886	n/a	-0-	965,117,247	1.67	3.73	n/a
1975	1,014,506,564	35,348,986	28,963,592	5,242,286	n/a	-0-	1,084,061,428	3.26	2.67	n/a
1976	1,119,625,077	14,812,248	10,234,305	70,274	n/a	-0-	1,144,741,904	1.29	0.89	n/a
1977	1,225,472,524	23,133,262	282,229	-0-	n/a	-0-	1,248,888,015	1.85	0.02	n/a
1978	1,414,725,958	23,344,204	10,459,828	-0-	n/a	-0-	1,448,529,990	1.61	0.72	n/a
1979	1,575,449,108	10,471,057	19,756,894	-0-	n/a	-0-	1,605,677,059	0.65	1.23	n/a
1980	1,849,585,582	45,414,448	31,381,530	110,409	n/a	-0-	1,926,491,969	2.36	1.63	n/a
1981	2,078,269,165	41,350,526	34,901,777	367	10,180,490	-0-	2,164,702,325	1.91	1.61	0.47
1982	2,121,782,418	6,822,801	23,226,294	1,359,305	13,500,000	160,164	2,166,850,982	0.31	1.07	0.62
1983	2,233,944,553	34,104,148	37,983,848	147,762	21,000,000	-0-	2,327,180,311	1.47	1.63	0.90
1984	2,313,954,167	48,726,883	3,170,640	996,511	40,400,000	-0-	2,407,248,201	2.02	0.13	1.68
1985	2,481,159,247	174,514,578	9,485,340	211,969	59,200,000	(3,071)	2,724,568,063	1.63	0.35	2.17
1986	2,990,113,214	33,781,140	4,207,080	222,485	94,700,000	99,377	3,123,123,296	1.08	0.13	3.03
1987	3,196,304,527	31,033,815	6,336,623	1,426,861	160,500,000	-0-	3,395,601,826	0.91	0.19	4.73
1988	3,390,374,520	18,561,609	24,000,000	5,296,176	174,260,000	-0-	3,612,492,305	0.51	0.66	4.82
1989	3,564,182,224	41,166,759	10,000,000	1,223,407	250,500,000	-0-	3,867,072,390 *	1.06	0.26	6.48
1990	3,850,637,471	20,500,000	10,000,000	n/a	250,000,000 *	-0-	4,131,137,471	0.50	0.24	
Average over ten year period FY79 - FY88								1.29	1.13	

FY 85 Emergency figure includes the \$130 million transfer to the Cash Operating Reserve Fund (Excluded in percent of total)

FY 88 "Est." Incr. figure is an estimated amount

*Estimated

THE BUDGET STABILIZATION FUND

The Budget Stabilization Fund, commonly referred to as the Rainy Day Fund, is established by statute (§ 33.825 RSMo) pursuant to House Bill 838, 83rd General Assembly, First Regular Session. The fund's intent is to provide a ready source of financing for vital programs in the event revenue collections fall significantly short of anticipated collections.

In any budget, the Governor may recommend appropriations to the Budget Stabilization Fund. These funds, if not appropriated to the Governor to fulfill funding of existing appropriations, are invested by the Treasurer. Interest earned on these investments accrues to the Fund.

The Fund's balance is limited to an amount totalling 5% of the receipts to General Revenue in the preceding fiscal year. Once this limit is met, interest earned on unobligated fund balances accrues to General Revenue. In the event the Budget Stabilization Fund balance is in excess of the 5% limit at the end of a fiscal year, funds over the limit are to be transferred to General Revenue on or before the tenth day of the succeeding fiscal year. Any amount appropriated to the Governor but not spent are exempt from the provisions of § 33.080, RSMo.

The General Assembly may act on a recommendation from the Governor to appropriate amounts from the Budget Stabilization Fund to the Governor to support existing appropriations in the event revenue collections are less than originally anticipated. In any year the Governor exercises his authority to withhold appropriations pursuant to Article IV, § 27 of the Missouri Constitution, and only when the General Assembly is in session, can the Governor authorize the transfer of funds from the Budget Stabilization Fund to fulfill expenditures authorized by existing appropriations that were subjected to withholding. The General Assembly must be notified of the authorization to transfer any amount from the Budget Stabilization Fund. The General Assembly may disapprove the authorization by passage of a concurrent resolution within thirty days of notice of the authorization.

To date, no funding has been approved by the General Assembly to establish a balance in the Budget Stabilization Fund.

CASH OPERATING RESERVE FUND

The Cash Operating Reserve Fund was established by statute January 1, 1984 (HB 10, § 3, 82nd General Assembly, 1st Extraordinary Session) and by constitutional amendment on August 5, 1986. The purpose of the fund is to provide a ready source of cash to meet immediate obligations of the state.

In any fiscal year prior to May 1, the Commissioner of Administration is permitted to make transfers from the fund if it is determined that such action is necessary to meet the cash requirements of the state. This action does not require legislative approval. Any transfer from the fund must be offset by a transfer to the fund on or before May 1 of the same fiscal year. The balance of the fund on May 1 must equal the fund balance on July 1 plus interest earned on the balance. Transfers from the fund may not be made in May or June of any fiscal year.

In fiscal year 1988, \$104,000,000 was transferred from the fund to General Revenue with offsetting transfers being made in March and April of 1988. In Fiscal year 1989, transfers from the fund to General revenue totalled \$60,000,000, with offsetting transfers made in April, 1989.

The fund was established by an appropriated transfer from General Revenue in fiscal year 1985. The ending balance in the fund each year subsequent to its establishment are reported below

Cash Operating Reserve Fund Balance as of June 30 of Indicated Fiscal Years

Fiscal 1985	\$130,000,000
Fiscal 1986	\$130,274,691
Fiscal 1987	\$147,631,658
Fiscal 1988	\$152,263,244
Fiscal 1989	\$163,447,214

LIMITED TOTAL STATE REVENUES

In November, 1980, Missouri citizens approved an amendment to Article X of the Missouri Constitution limiting the amount of tax revenue the General Assembly may collect in any fiscal year. The amendment, commonly referred to as the Hancock Amendment, established a limit on revenues for any fiscal year of 5.6395% of Missouri personal income for the calendar year two years prior to the fiscal year in question.

The base ratio of 5.6395% is the ratio of FY 81 Missouri total state revenues (TSR) to calendar year 1979 Missouri personal income. For FY 89, this ratio is applied to the United States Department of Commerce's calculation of Missouri personal income for calendar year 1987 to establish the revenue limit.

Article X, §18(d), provides for adjustments in the calculated revenue limit when the responsibility for the funding of a program is passed from one level of government to another by Constitutional amendment. This provision has been cited by the Division of Budget and Planning in its calculation of the revenue limit as BP has consistently adjusted the revenue limit up by the state's cost associated with the payment of deputy circuit clerk salaries. BP contends that this is an allowable adjustment because the responsibility for payment of the salaries was effectively passed from the county to the state with approval of the Judicial Article Amendment. The Judicial Article refers to a Constitutional amendment to Article V of the Missouri Constitution that was approved August 3, 1976. The amendment brought various reforms to Missouri's judicial system. The state assumed responsibility for these salaries July 1, 1981, about nine months after the passage of the Hancock Amendment.

The validity of this adjustment has been the source of much debate between BP and the State Auditor. The Auditor has based the case for not adjusting the limit on two premises. First, the Constitutional amendment per se does not require the transfer of clerk salaries from county to state government. This transfer was made by statute through what was generally considered to be enabling legislation for the Judicial Article Amendment. Because the transfer of responsibility was passed by statute, it does not fall under the purview of § 18(d). Second, even if the statutory change in funding responsibility was addressed by § 18(d), the law was on the books prior to approval of the Hancock Amendment and therefore should be exempt from consideration under § 18(d). The Senate Appropriations staff tend to agree with the Auditor's assessment.

The Hancock Amendment defines total state revenues as "all general and special revenues, license and fees, excluding federal funds as defined in the budget message of the governor for fiscal year 1980-1981." Because the limit is actually on the General Assembly's power of taxation, revenues generated by taxes approved by voters after the adoption of the amendment are excluded from the calculation of TSR. Revenues generated by any agency acting on voter approval to do so, i.e., the Missouri Lottery, are excluded. Also, the calculation of TSR excludes refunds of any tax included in TSR.

If in any fiscal year TSR exceeds the limit by 1% or more, the amount of the excess is to be refunded pro rata based on the taxpayer income tax liability reported on the annual

Missouri income tax returns filed in the following year. If the limit is exceeded by an amount of less than 1%, the excess is transferred to the General Revenue Fund.

In any fiscal year, the revenue limit may be exceeded if the Governor asks the General Assembly to declare an emergency, the nature of the emergency and its cost to the state is clearly specified and the General Assembly declares an emergency by a two-thirds majority vote. The emergency must be declared prior to the expenditure of any "excess" revenue. Refunds resulting from provisions of the amendment can not be the subject of any request to declare an emergency.

The Hancock Amendment includes further provisions limiting tax increases of political subdivisions and state government's flexibility to reduce support to local governments. This material is beyond the scope of this text. Interested persons should refer to the Missouri Constitution, Article X, §§ 21 and 22.

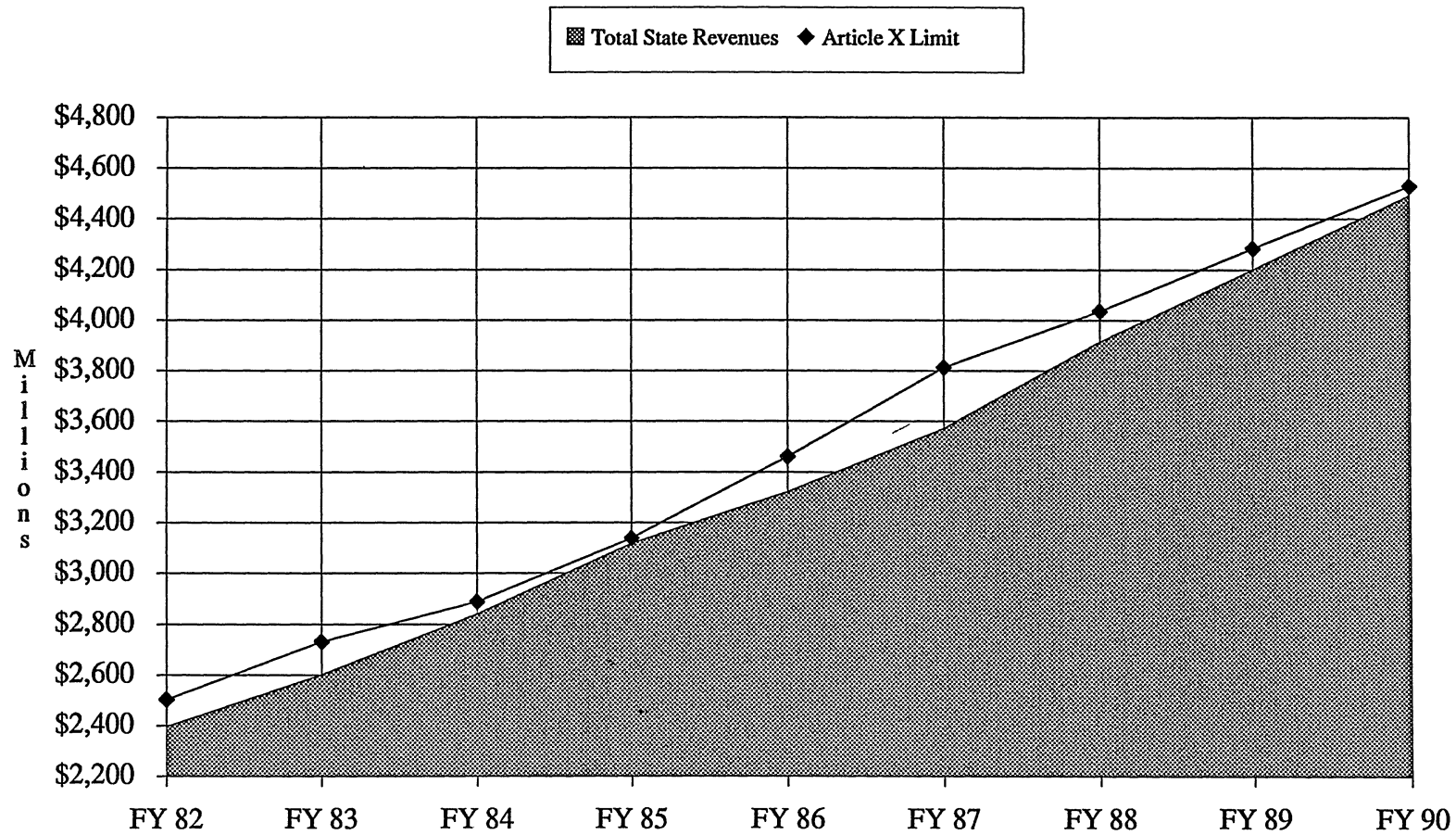
The following page contains the calculation of limited total state revenues for fiscal years 1984 through 1988. Estimates of TSR and the revenue limit are presented for fiscal years 1989 and 1990. The reader will note that the revenue limit has not been exceeded in any fiscal year shown on the table nor any year prior to 1984.

CALCULATION OF LIMITED TOTAL STATE REVENUES
(In Millions)

Total State Revenue	Actual 1984	Actual 1985	Actual 1986	Actual FY 87	Actual FY 88	Estimated FY 89	Estimated FY 90
General Revenue	\$2,494.20	\$2,747.80	\$2,876.20	\$3,125.10	\$3,424.00	\$3,687.00	\$3,963.53
Highways	\$406.10	\$463.10	\$491.20	\$507.00	\$640.13	\$673.10	\$706.76
Less: Prop A Allowance	\$0.00	\$0.00	\$0.00	\$0.00	(\$128.94)	(\$135.39)	(\$142.16)
Conservation	\$59.30	\$62.20	\$67.60	\$73.00	\$78.06	\$78.00	\$79.95
Cigarette	\$81.80	\$82.20	\$81.80	\$82.00	\$84.07	\$81.13	\$82.00
Other Revenues	\$33.20	(\$4.50)	\$63.20	\$65.00	\$66.22	\$69.53	\$73.01
Subtotal	\$3,074.60	\$3,350.80	\$3,580.00	\$3,852.10	\$4,163.54	\$4,453.37	\$4,763.08
Less Refunds	(\$233.20)	(\$230.90)	(\$256.50)	(\$278.60)	(\$246.67)	(\$252.36)	(\$270.03)
Total State Revenues	\$2,841.40	\$3,119.90	\$3,323.50	\$3,573.50	\$3,916.87	\$4,201.01	\$4,493.06
Limit Calculation							
Mo. Personal Income	\$50,423	\$54,817	\$60,466	\$66,605	\$70,503	\$74,825	\$79,090
x Base Ratio	0.056395	0.056395	0.056395	0.056395	0.056395	0.056395	0.056395
Base Limit	\$2,843.61	\$3,091.40	\$3,409.98	\$3,756.19	\$3,976.02	\$4,219.76	\$4,460.28
Judicial Article *	\$16.70	\$18.30	\$19.20	\$20.20	\$21.83	\$23.43	\$25.03
Adjusted Limit	\$2,860.31	\$3,109.70	\$3,429.18	\$3,776.39	\$3,997.85	\$4,243.19	\$4,485.31
Adjusted Limit Plus 1%	\$2,888.91	\$3,140.80	\$3,463.47	\$3,814.15	\$4,037.83	\$4,285.62	\$4,530.17
Total State Revenues	\$2,841.40	\$3,119.90	\$3,323.50	\$3,573.50	\$3,916.87	\$4,201.01	\$4,493.06
Amount Under Limit	\$47.51	\$20.90	\$139.97	\$240.65	\$120.96	\$84.60	\$37.11
Total Refund Estimate	None	None	None	None	None	None	None
Required GR Refund	None	None	None	None	None	None	None

* Inclusion of this line is questioned by Senate Staff.

Missouri Total State Revenues vs. Article X Limit



Topics of Interest

STATE OF MISSOURI BOND INDEBTEDNESS

The State of Missouri presently has outstanding several issues of general obligation debt instruments that have been used to generate revenue for the protection of the environment through projects to control water pollution and for general improvements to state buildings and property. The General Assembly is authorized by the Constitution to issue limited amounts of Water Pollution Control Bonds and Third State Building Bonds through the Office of Administration, Board of Fund Commissioners.

Presently, the constitutional limit on Water Pollution Control (WPC) bonds is \$625 million. The most recent increase of this debt ceiling occurred November 8, 1988, when voters approved a constitutional amendment authorizing an additional \$275 million of WPC bonds over the existing limit of \$350 million (Article III, §§ 34(b), 34(d), Missouri Constitution.) As of June 30, 1989, \$238 million of WPC bonds had been issued, \$195 million were still outstanding. The constitutional limit on Third State Building (TSB) bonds is \$600 million. As of June 30, 1989, \$610 million of TSB bonds had been issued, \$591 million were still outstanding.

The Board of Fund Commissioners issued additional WPC and TSB bonds in August, 1987 for the purpose of refunding prior outstanding issues. A refunding series of WPC bonds totalling \$49.7 million was issued to refund outstanding WPC bond principle of \$46.1 million. A similar series of TSB bonds totalling \$170.2 was issued to refund outstanding TSB bond principle of \$155.2 million. The additional principle of the refunding issues over the current amount of outstanding principle does not impact the constitutional limit. For this reason, the TSB issuances do not exceed the \$600 million constitutional limit as it may initially appear.

In addition to its general obligation debt, the state has issued several series of revenue bonds. Revenues earned on projects funded from the sale of revenue bonds are dedicated toward payment of principle and interest on the instruments. Currently, the General Assembly is authorized to issue \$229 million of revenue bonds through the Board of Public Buildings or the Department of Natural Resources. To date, \$183.7 million of revenue bonds had been issued, \$165.6 million are still outstanding. As with the general obligation instruments, an issue of \$150.6 million was sold in December, 1985 to refund a like amount of then outstanding revenue bonds. The table on the following page details various revenue bond series issued.

SUMMARY OF REVENUE BONDS ISSUED

Kansas City State Office Building, 1966	\$ 2,160,000
Kansas City State Office Building, 1967	825,000
Wainwright State Office Building, 1978	11,745,000
Springfield State Office Building, 1979	2,260,000
Midtown State Office Building, 1980	3,795,000
Truman State Office Building, Refunding, 1983	39,875,000
Corrections and Mental Health Project, 1984	89,900,000
State Information Center, 1988	19,500,000
Kansas City State Office Building, 1988	2,595,000
St. Joseph State Office Building, 1988	2,185,000
Capital East Parking Facility, 1988	<u>4,475,000</u>
TOTAL BOARD OF PUBLIC BUILDINGS	\$179,315,000
DEPARTMENT OF NATURAL RESOURCES	<u>\$ 4,401,000</u>
TOTAL REVENUE BONDS ISSUED	\$183,716,000

Debt retirement on all issues is expected to be \$97,964,000 or approximately 2.4% of total state GR in fiscal year 1990.

The following page excerpted from the Office of Administration, Division of Accounting Financial Summary of June, 1989, contains a summary of the state's issuances and retirement of general obligation and revenue bonds. The following charts provide the reader with a historical perspective regarding the timing of debt issuances and display graphically total general obligation and revenue bond debts currently outstanding. The reader will also find table outlining appropriations from the Third State Building Fund to the various departments. Further detail on projects funded with Third State Building Fund monies can be obtained from the Senate Appropriations Committee staff or the Office of Administration, Division of Design and Construction.

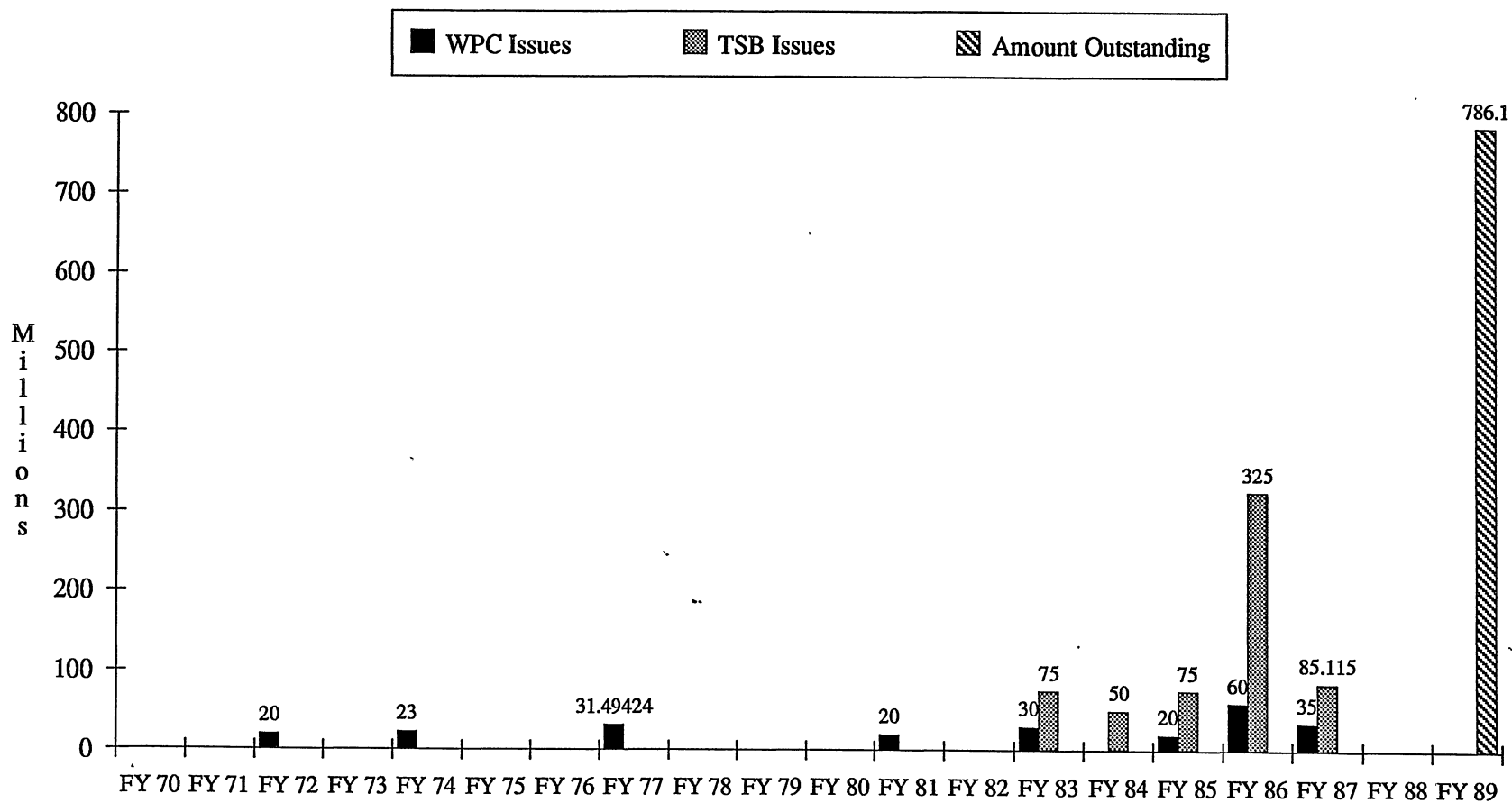
STATE OF MISSOURI
STATE BOND INDEBTEDNESS
June 30, 1989

	Series	Maturity Date	Amount Issued	Amount Outstanding
General Obligation Bonds:				
Water Pollution Control	Series A 1972	1973-1997	\$ 20,000,000	\$ 8,680,000
Water Pollution Control	Series A 1974	1975-1999	8,000,000	4,360,000
Water Pollution Control	Series B 1974	1975-1994	15,000,000	6,430,000
Water Pollution Control	Series A 1977	1978-1997	31,494,240	16,690,000
Water Pollution Control	Series A 1983	1984-2008	20,000,000	18,225,000
Water Pollution Control	Series A 1986	1988-2011	60,000,000	58,010,000
Water Pollution Control - Refunding	Series A 1987	1989-2010	49,715,000	48,510,000
Water Pollution Control	Series B 1987	1987-2013	35,000,000	34,525,000
Subtotal			<u>239,209,240</u>	<u>195,430,000</u>
Third State Building	Series A 1983	1984-2008	40,000,000	36,455,000
Third State Building	Series A 1986	1988-2011	325,000,000	314,210,000
Third State Building - Refunding	Series A 1987	1989-2010	170,115,000	166,015,000
Third State Building	Series B 1987	1989-2013	75,000,000	73,985,000
Subtotal			<u>610,115,000</u>	<u>590,665,000</u>
Total General Obligation Bonds			<u>\$849,324,240</u>	<u>\$786,095,000</u>
Revenue Bonds:				
Board of Public Building - Refunding	Series A 1985	1986-2009	\$150,560,000	\$134,225,000
Board of Public Building	Series A 1988	1989-2013	19,500,000	19,500,000
Board of Public Building	Series B 1988	1989-2013	2,595,000	2,595,000
Board of Public Building	Series C 1988	1989-2013	2,185,000	2,185,000
Board of Public Building	Series D 1988	1989-1995	4,475,000	4,475,000
Department of Natural Resources	All Series	----	4,401,000	2,650,000
Total Revenue Bonds			<u>\$183,716,000</u>	<u>\$165,630,000</u>

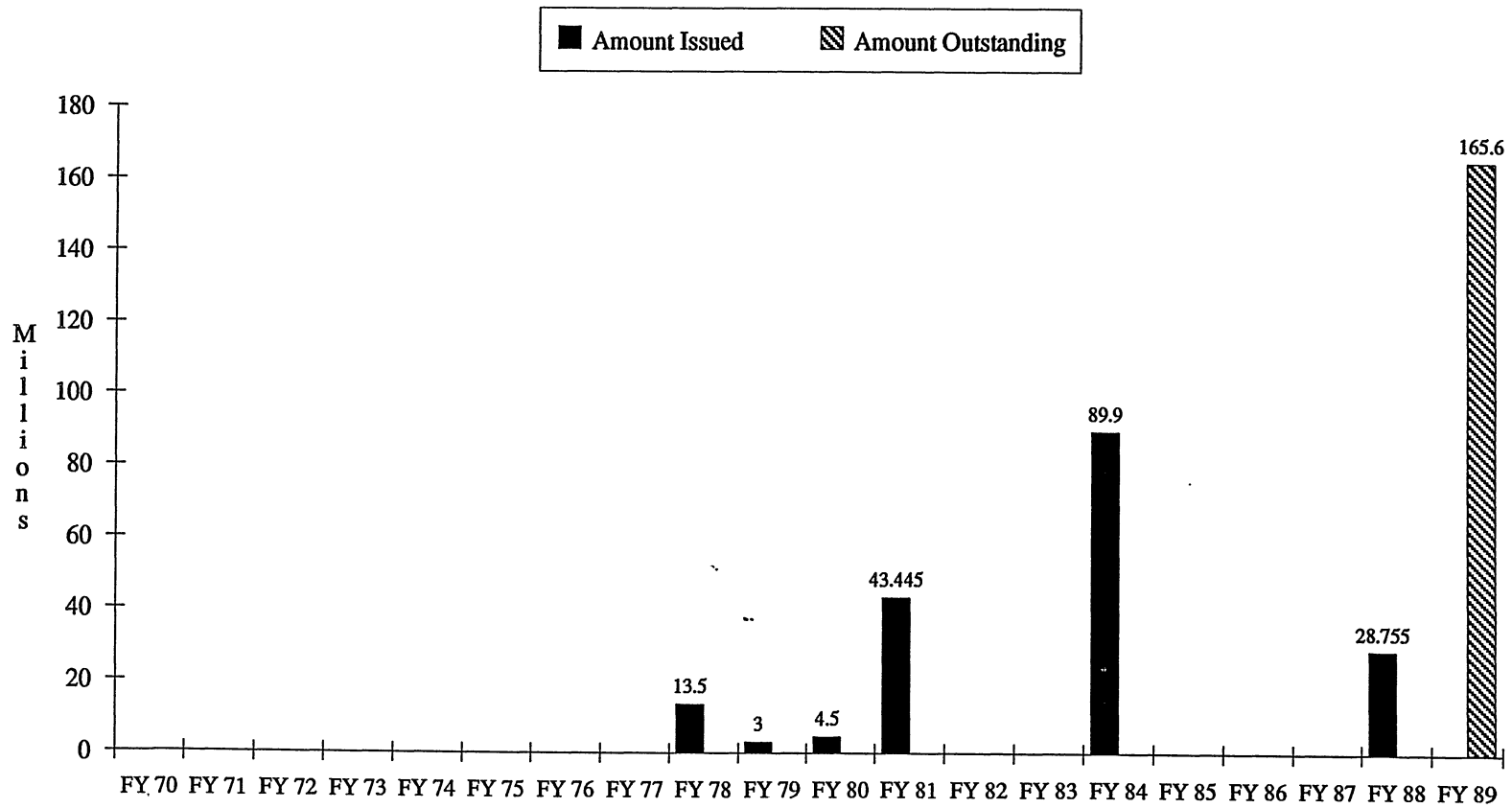
Debt Retirement Schedule - Principal and Interest

Fiscal Year Ending June 30	Water Pollution Control Bonds	Third State Building Bonds	Board of Public Building Bonds	Department of Natural Resources	Totals
1990	\$ 20,585,701	\$ 55,433,872	\$ 21,374,126	\$ 570,451	\$ 97,964,150
1991	20,558,716	55,285,291	22,461,552	557,776	98,863,335
1992	20,525,661	55,091,910	22,344,551	563,314	98,525,436
1993	20,487,855	54,838,328	22,241,489	570,985	98,138,657
1994	20,444,650	54,620,397	15,201,563	391,000	90,657,610
1995	20,427,584	54,467,636	15,180,627	286,750	90,362,597
1996	19,154,846	54,345,140	13,787,352	278,500	87,565,838
1997	19,119,803	54,326,940	13,271,743	278,250	86,996,736
1998	15,341,057	54,384,372	13,256,581	---	82,982,010
1999	15,359,485	54,421,953	13,239,281	---	83,020,719
2000	14,807,257	54,451,592	13,239,756	---	82,498,605
2001	14,809,492	54,448,434	13,224,279	---	82,482,205
2002	14,335,332	52,795,995	13,196,487	---	80,327,814
2003	14,342,934	52,806,860	12,105,698	---	79,255,492
2004	14,366,705	52,811,387	12,067,088	---	79,245,180
2005	14,369,190	52,792,172	12,044,456	---	79,205,818
2006	14,389,696	52,821,034	12,024,698	---	79,235,428
2007	14,423,160	52,940,362	11,972,698	---	79,336,220
2008	14,445,862	52,997,576	11,935,277	---	79,378,715
2009	12,447,545	48,988,585	11,906,335	---	73,342,465
2010	10,275,150	41,604,497	11,839,725	---	63,719,372
2011	8,439,283	35,341,700	2,234,645	---	46,015,628
2012	3,181,307	6,821,510	2,224,025	---	12,226,842
2013	3,198,580	6,843,715	2,228,135	---	12,270,430
Totals	<u>\$ 359,836,851</u>	<u>\$1,165,681,258</u>	<u>\$ 314,602,167</u>	<u>\$ 3,497,026</u>	<u>\$1,843,617,302</u>

State of Missouri
Issuances of General Obligation Debt
(Water Pollution Control and Third State Building Bonds)



**State of Missouri
Issuances of Revenue Bonds
(Board of Public Buildings, Department of Natural Resources)**



**Third State Building Fund
Total Appropriations by Department**

As of June 21, 1989

OFFICE OF ADMINISTRATION

Design and Construction	28,525,300
Board of Fund Commissioners	200,000
Board of Public Buildings	9,124,229
<i>Department Total</i>	<u>37,849,529</u>

DEPARTMENT OF AGRICULTURE

Office of the Director	1,671,000
Missouri State Fair	11,148,193
<i>Department Total</i>	<u>12,819,193</u>

DEPARTMENT OF ECONOMIC DEVELOPMENT

Division of Tourism	40,700
<i>Department Total</i>	<u>40,700</u>

DEPARTMENT OF ELEMENTARY & SECONDARY EDUCATION

Office of the Director	1,450,000
School for the Deaf	1,171,181
School for the Blind	738,068
State Schools for the Severely Handicapped	3,598,657
<i>Department Total</i>	<u>6,957,906</u>

HIGHER EDUCATION

Coordinating Board for Higher Education	11,390,000
University of Missouri	114,214,108
Southwest Missouri State University	12,316,877
Central Missouri State University	2,750,109
Southeast Missouri State University	17,080,875
Northeast Missouri State University	18,960,605
Northwest Missouri State University	5,327,353
Missouri Southern State College	3,069,940
Missouri Western State College	2,145,870
Lincoln University	3,226,974
Harris-Stowe State College	2,524,811
Junior Colleges	8,021,803
<i>Department Total</i>	<u>201,029,325</u>

DEPARTMENT OF HEALTH

Office of the Director	873,679
State Chest Hospital	1,133,931
Ellis Fischel Cancer Hospital	1,103,425
<i>Department Total</i>	<u>3,111,035</u>

Third State Building Fund
Total Appropriations by Department
(continued)

DEPARTMENT OF HIGHWAYS AND TRANSPORTATION

Highways and Transportation	40,411,572
<i>Department Total</i>	<u>40,411,572</u>

DEPARTMENT OF MENTAL HEALTH

Office of the Director	26,998,487
Farmington State Hospital	6,629,648
Fulton State Hospital	13,980,412
Nevada State Hospital	6,136,953
St. Joseph State Hospital	9,440,186
St. Louis State Hospital	16,650,717
Hawthorn Childrens Hospital	128,800
Malcolm Bliss Mental Health Center	2,589,572
Mid-Missouri Mental Health Center	388,563
Western Missouri Mental Health Center	5,408,088
Higginsville Habilitation Center	1,574,647
Narshall Habilitation Center	9,703,960
Nevada Habilitation Center	9,289,537
Bellefontaine Habilitation Center	2,777,037
St. Louis DDTC	927,579
Mental Health Regional Centers	808,498
Albany Regional Center	86,450
Hannibal Regional Center	165,200
Joplin Regional Center	47,140
Kirksville Regional Center	23,992
Poplar Bluff Regional Center	179,500
Sikeston Regional Center	99,268
Springfield Regional Center	11,211
<i>Department Total</i>	<u>114,045,445</u>

DEPARTMENT OF NATURAL RESOURCES

Office of the Director	1,685,000
Environmental Quality	3,633,000
Environmental Quality--Water Pollution	12,060,000
Environmental Quality--Soil and Water	17,356,500
Geology and Land Survey	121,125
State Parks/Historic Preservation	50,869,365
Clean Water Commission	19,050,000
Civision of Geology and Land Survey	69,500
Air, Solid Waste, Land, Soil, Water Projects	2,003,600
<i>Department Total</i>	<u>106,848,090</u>

Third State Building Fund
Total Appropriations by Department
(continued)

DEPARTMENT OF PUBLIC SAFETY

Office of the Director	2,015,000
Highway Patrol	941,573
Water Safety	60,358
Adjutant General	11,358,472
Missouri Veterans' Home--Cape Girardeau	1,738,700
Missouri Veterans' Home--Mexico	14,800
Veterans' Affairs	772,906
St. James Veterans' Affairs	399,200
<i>Department Total</i>	<u>17,301,009</u>

DEPARTMENT OF CORRECTIONS

Office of the Director	5,095,328
Adult Institutions	61,696,019
Missouri State Penitentiary	11,309,149
Central Missouri Correctional Center	2,031,664
Renz Correctional Center	703,355
Ozark Correctional Center	357,122
State Pre-Release Center	824,345
Missouri Training Center for Men	4,117,700
Algoa Correctional Center	4,959,357
Missouri Eastern Correctional Center	394,506
Chillicothe Correctional Center	710,728
Boonville Correctional Center	3,814,236
Farmington Correctional Center	1,926,300
<i>Department Total</i>	<u>97,939,809</u>

DEPARTMENT OF SOCIAL SERVICES

Office of the Director	3,453,004
Division of Data Processing	50,828
Division of Youth Services	7,614,020
Hogan Street Youth Center	421,067
<i>Department Total</i>	<u>11,538,919</u>

TOTAL APPROPRIATIONS 649,892,532

Source: Division of Design and Construction

ALLOCATION OF \$600 MILLION THIRD STATE BUILDING (TSBF) BONDS

Constitution Compulsory Percentage Within Category	81st G.A. 2nd Extra HBs 1,2,3,4 (Fall 1982) FY 83	82nd G.A. 1st Extra HBs 3,5 (Fall 1983) FY 84	82nd G.A. 2nd Regular HB 1019 (Spring 1984) FY 85	83rd G.A. 1st Regular HBs 19,20 (Spring 1985) FY 86	\$600 Million Total	ALLOCATION OF ALLOCATION OF ALLOCATION OF ALLOCATION OF ALLOCATION OF				
						INTEREST EARNINGS 84th G.A. 1st Regular HB 19 (Spring 1987) FY 88	INTEREST EARNINGS 84th G.A. 2nd Regular HB 18 (Spring 1988) FY 89	TSBTF- (TSBF LAPSE) 84th G.A. 2nd Regular HB 18 (Spring 1988) FY 89	INTEREST EARNINGS 85th G.A. 1st Regular HB 18 (Spring 1989) FY 90	ALLOCATION OF TSBTF (TSBF LAPSE) 85th G.A. 1st Regular HB 18 (Spring 1989) FY 90
Maintenance and Repair	\$27,000,000	\$42,500,000	\$34,000,000	\$80,000,000	\$183,500,000	\$29,750,000	\$11,050,000	\$3,064,403 (1)	\$4,575,700	\$3,520,200
(Minimum 20% of Total)	36.00%	85.00%	45.33%	20.00%	30.58%	85.00%	85.00%		84.00%	
Economic Development	\$11,250,000	\$7,500,000	\$11,250,000	\$60,000,000	\$90,000,000	\$5,250,000	\$1,950,000	\$2,005,928	\$900,000	\$2,963,776
(Compulsory 15% of Total)	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%		16.00%	
Highways	20.0%	2,250,000	1,500,000	2,250,000	12,000,000	1,050,000	390,000	0	180,000	0
Non-Highway Transportation	20.0%	2,250,000	1,500,000	2,250,000	12,000,000	1,050,000	390,000	2,005,928	180,000	2,963,776
Storm Water Control	20.0%	2,250,000	1,500,000	2,250,000	12,000,000	1,050,000	390,000	0	180,000	0
Soil & Water Conservation	26.6%	2,992,500	1,995,000	2,992,500	15,960,000	1,396,500	518,700	0	239,400	0
Rural Water & Sewer System	13.4%	1,507,500	1,005,000	1,507,500	8,040,000	703,500	261,300	0	120,600	0
	100.0%									
New Construction	\$36,750,000	\$0	\$29,750,000	\$260,000,000	\$326,500,000	\$0	\$0	\$816,811 (1)	\$0	\$0
(Maximum 65% of Total)	49.00%	0.00%	39.67%	65.00%	54.42%	0.00%	0.00%		0.00%	
El. & Sec. Education	0.2%	73,500	0	59,500	653,000	0	0	0	0	0
Higher Education	36.3%	13,340,250	0	10,799,250	94,380,000	0	0	0	0	0
Agriculture	2.7%	992,250	0	803,250	7,020,000	0	0	0	0	0
Natural Resources	15.1%	5,549,250	0	4,492,250	39,260,000	0	0	0	0	0
Public Safety	1.9%	698,250	0	565,250	4,940,000	0	0	0	0	0
Corrections	18.4%	6,762,000	0	5,474,000	47,840,000	0	0	816,811	0	0
Mental Health	17.0%	6,247,500	0	5,057,500	44,200,000	0	0	0	0	0
Social Services	3.4%	1,249,500	0	1,011,500	8,840,000	0	0	0	0	0
Board of Public Buildings	5.0%	1,837,500	0	1,487,500	13,000,000	0	0	0	0	0
	100.0%									
Total Bond Issuance	\$75,000,000	\$50,000,000	\$75,000,000	\$400,000,000	\$600,000,000	\$35,000,000	\$13,000,000	\$5,887,142	\$5,475,700	\$6,483,976

(1) Includes \$236,503 M&R and \$619,111 CONSTR for Corrections recommended in FY 88 Supplementals.

Cap on Highway Fund Appropriations to Non-Highway Agencies

Enactment of legislation pertaining to the 4¢ motor fuel tax increase effective July 1, 1987, established a cap on expenditures from the Highway fund by non-highway agencies. (§226.200 (3) RSMo., 1987 Supp.) The cap is set at the FY 87 expenditure level and is approximately \$119.6 million. In any fiscal year in which the expenditure from the Highway Fund exceeds the cap, the Highway Fund must be reimbursed from General Revenue the following fiscal year.

The following tables detail the calculation of the cap and FY 90 appropriations and their position relative to the cap. One should note that FY 90 appropriations to non-highway agencies \$2.04 million in excess of the cap. However, the Division of Budget and Planning has established a reserve from Highway Fund appropriations of about \$2.7 million as of August, 1989. This reserve will force sufficient lapse to keep Highway fund expenditures by capped agencies near the limit in FY 90.

Calculation of Highway Fund Cap

	Original Base	FY 1987 Supplementals	Capital Improvements	Fringes & Re- appropriations	TOTALS
State Auditor	425,043				425,043
State Treasurer	287,446				287,446
Office of Administration	2,309,674			7,745,433 b	10,055,107
Agriculture	532,274				532,274
Economic Development	2,635,915				2,635,915
Public Safety	58,249,717		1,695,600	16,789,231 c	76,734,548
Revenue	27,433,162 a	1,412,432		21,041	28,866,635
Health	100,765				100,765
TOTALS	91,973,996	1,412,432	(90,561,564)	24,555,705	119,637,733

- Notes:
- a Excludes \$12,000,000 for Motor Fuel Tax Refunds.
 - b Excludes \$1,059,010 for Highway Administration OASI, assuming that these expenses will be appropriated to the Highway Department in future years.
 - c Includes Reappropriations of \$2,542,358 and Fringes of \$14,246,873.

Source: Office of Administration, Division of Budget and Planning

Highway Fund Appropriations to Capped Agencies
Fiscal Year 1990

	Original Cap	FY 90 Governor Recommends	Governor Over (Under) Cap	FY 90 After Veto	After Vetoes Over (Under) Cap
State Auditor	425,043	538,906		462,036	
State Treasurer	287,446	358,259		316,887	
Office of Administration	2,309,674	1,921,561		1,917,924	
Agriculture	532,274	0		0	
Economic Development	2,635,915	2,497,578		2,505,246	
Public Safety	72,496,589	77,449,604		77,464,044	
Revenue	27,433,162	29,068,129		28,989,782	
Health	100,765	57,041		57,478	
Supplementals	1,412,432	0		0	
Capital Improvements	1,695,600	0		0	
Reappropriations	2,563,400	819,378		819,378	
Fringes (OA) *	7,745,433	9,146,784		9,146,784	
TOTALS	119,637,733	121,857,240	2,219,507	121,679,559	2,041,826

* Estimated.

Source: Office of Administration, Division of Budget and Planning

Kansas City & St. Louis School Desegregation

Fiscal year 1989 marked the ninth year the state of Missouri was ordered by Federal Districts in Kansas City and St. Louis to share in the cost of desegregating those cities' school districts. Although desegregation funds are not appropriated, the expected outlays to Kansas City and St. Louis for desegregation must be accounted for when developing the state's budget. While considering supplemental funding for state programs for fiscal year 1989, the General Assembly was forced to set aside an additional \$31 million in tax refunds associated with the Kansas City desegregation case. This additional outlay resulted from a supreme court ruling that overturned an income tax surcharge placed on persons who work in the Kansas City area by Judge Russell Clark to generate revenue to pay for the Kansas City plan. Although the collections from the surcharge were immediately turned over to the Kansas City School District, the state was ordered to make the refunds.

The tables below shows the court ordered payments to Kansas City and St. Louis resulting from the two desegregation cases and funds appropriated to the Attorney General to defend the state in both cases. The court ordered payments reflect those amounts the General Assembly set aside for payments associated with the cases.

Court Ordered Payments for School Desegregation

<u>Fiscal Year</u>	<u>Kansas City</u>	<u>St. Louis</u>	<u>Total</u>
1981	\$0	\$8,500,000	\$8,500,000
1982	\$0	\$13,100,000	\$13,100,000
1983	\$0	\$17,200,000	\$17,200,000
1984	\$0	\$37,400,000	\$37,400,000
1985	\$0	\$57,100,000	\$57,100,000
1986	\$37,245,000	\$79,500,000	\$116,745,000
1987	\$58,600,000	\$101,900,000	\$160,500,000
1988	\$67,060,000	\$107,200,000	\$173,260,000
* 1989	\$121,500,000	\$129,000,000	\$250,500,000
** 1990	\$100,600,000	\$150,000,000	\$250,600,000

* Includes \$31,000,000 for court ordered refund of Kansas City income tax surcharge.

** Estimated.

State Appropriations for Desegregation Case Defense

<u>Fiscal Year</u>	<u>Appropriations</u>	<u>Fiscal Year</u>	<u>Appropriations</u>
1983	\$225,000	1987	\$415,500
1984	\$250,000	1988	\$965,500
1985	\$125,000	1989	\$765,500
1986	\$100,000	1990	\$500,000

Excellence in Education Act Programs

Appropriations to Excellence in Education Act programs for fiscal year 1990 totalled \$32 million as compared to fiscal year 1989 funding \$30.1 million (including FY 89 supplemental funding of \$2.05 million.) Appropriations to these programs are made from the Excellence in Education Fund. Prior to FY 88, a balance of approximately \$25 million was maintained in the fund as a reserve against the potentially major funding requirements of the Excellence programs. Because it became apparent that the growth in the Excellence programs was not going to meet initial expectations, the need for the large fund balance waned. The General Assembly put the idle Excellence Fund balance to work for Missouri education in FY 88 by transferring \$22 million of the Excellence Fund to the State Schools Money Fund for distribution to all schools through the Foundation Distribution. Now and in the future, the General Assembly will meet the needs of the Excellence Fund through an appropriated transfer from General Revenue. For FY 90, \$29.952 million General Revenue was transferred to the Excellence Fund to support appropriations from the Fund.

A summary of funding for the major Excellence programs is shown in the table below:

<u>Program</u>	<u>Fiscal Year 1990</u>	<u>Fiscal Year 1989 *</u>
Minimum Salary	\$9,304,379	\$7,504,379
Career Ladder	12,000,000	10,848,885
Excellence Incentive Grants	4,000,000	4,000,000
Excellence Scholarships	260,000	260,000
Tuition Reimbursement	2,525,000	3,600,000 **
Professional Development	473,850	473,850
Test Development	861,948	861,948
Excellence Research	50,000	150,000 +
Teacher Entry Exit Testing	500,000	576,000 ++

* Includes FY 89 supplemental funding (HB 13, 85th General Assembly, First Regular Session).

** Reduction in funding resulted from low program participation. Fund cut were redirected into other Excellence programs.

+ Fiscal Year 1990 funding approved by the General Assembly was \$150,000. This amount was reduced by \$100,000 by veto by the Governor.

++ Most of the funding for the Entry Exit program is aimed at establishing a testing system. As the system is established, funding is reduced. Sufficient funds will remain to insure adequate testing of students in Missouri's teacher education institutions.

Missouri Lottery, Fiscal Year 1989 Review

Fiscal year 1989 was the third year the Missouri Lottery operated solely as a money making entity for the state. Toward this end, the Lottery contributed \$93,102,306 to the General Revenue Fund. Of this total, \$65, 102,306 was generated by ticket sales. The remaining \$28 million represents an appropriated transfer from the Lottery Reserve Fund to General Revenue. The Lottery Reserve Fund was previously used to supplement Lottery operating expenses so that the original constitutional limit on operating costs could be maintained. A poor political image of the Reserve Fund prompted the legislature to begin a sweep of the fund in fiscal year 1988 when \$40 million was transferred by appropriation by the General Assembly from the Reserve Fund to GR. The Governor vetoed this transfer back to \$17 million. For fiscal year 1989, the General Assembly again appropriated a transfer from the Reserve Fund to GR, this time in the amount of \$23, which was intended to eliminate all balances remaining in the fund. In effect, interest earnings to the fund put the FY 89 Reserve Fund balance at about \$28 million. The Lottery, understanding the intent of the General Assembly, returned \$28 to General Revenue to eliminate the Reserve Fund. The impact on Lottery operations from the elimination of the Reserve Fund was insignificant as the constitutional provision limiting operating expenses was repealed in August, 1988.

The constitutional provision limiting operating expenses to 10% of ticket sales was eliminated when Missouri citizens approved major reforms in the law authorizing the lottery. In addition to the removal of the expense cap, restrictions limiting prize pay-outs to 45% of sales and the requirement that 45% of sales be returned to GR were eliminated. The amendment also lifted advertising restrictions established by the original law. The constitutional reforms provided a minimum of 50% of sales be paid out as prizes and neither placed restrictions on operating costs nor specified the state's share of Lottery profits. Presently, the Lottery returns about 32% of ticket sales to GR. The remaining 18% not paid out in prizes are used to sustain day to day operations.

It appears that the changes in the lottery law will benefit the state. Even though the Lottery returned a smaller portion of ticket sales to GR, the total was not significantly less than total FY 88 transfers from ticket sales of \$67.7 million. The enhanced prize pay-out is obviously encouraging ticket sales. At the time of this writing, it appears as if FY 90 transfers to GR will easily exceed FY 89 transfers.

School District Trust Fund (Proposition C Sales Tax)

"Proposition C", an initiative sponsored by various teachers organizations, provided a one cent general sales to generate revenue to be used to finance public elementary and secondary education. The proposition was adopted by voters in the general election on November 2, 1982. The 82nd General Assembly, First Regular Session, approved legislation enabling implementation of the provisions of Proposition C (§§ 144.701, 163.087 RSMo). The law became effective March 3, 1983.

The law established the School District Trust Fund. Revenues generated by the one cent sales tax are credited to this fund directly. The balance of the School District Trust Fund is appropriated annually to the Department of Elementary and Secondary Education. The department is responsible for allocating the fund among the school districts as prescribed by law. Funds are distributed to the districts on an eligible pupil basis, where eligible pupils are the average of average daily attendance and the sum of full and part time students as detailed by §163.011(7) RSMo.

The law specifies how the money shall be used by the district. One-half all funds received by school districts from the sales tax are applied to rollbacks of local property tax levies. Seventy-five percent of the remaining fifty percent is to be credited to the district's teachers fund.

Because the Proposition C tax increase was approved by a vote of Missouri citizens, the revenues generated by the sales tax are exempt from the calculation of total state revenues as defined by Article X of the Missouri Constitution. Collections pursuant to the provisions of Proposition C are shown in the table below:

Fiscal Year 1985	\$316,762,222
Fiscal Year 1986	\$335,865,623
Fiscal Year 1987	\$358,512,165
Fiscal Year 1988	\$371,845,508
Fiscal Year 1989	\$384,441,894
Fiscal Year 1990 (est)	\$419,600,000

DAVIS V. MICHIGAN DEPARTMENT OF TREASURY AND ITS IMPACT ON THE STATE OF MISSOURI

On March 28, 1989, the U.S. Supreme Court ruled that income tax exemptions offered to retired state employees are unconstitutionally discriminatory if similar exemptions are not offered to federal employees. The decision in *Davis v. Michigan Department of Treasury*, 57 U.S.L.W. 4389 (March 28, 1989) had significant fiscal implications in as many as 20 states, Missouri being one of them.

The Court arrived at its decision by interpreting the Public Salary Tax Act of 1939 in light of the evolving interpretation of intergovernmental tax immunity. The 1939 Act was passed shortly after the Court had reversed a line of cases that had exempted government employees from nondiscriminatory taxation. By passing the Act, Congress in effect codified the decision and protected it from subsequent Court modification. The pertinent section of the Act is codified at 4 U.S.C. paragraph 111, which states that the United States consents to state taxation of a federal employee's "pay or compensation" so long as the tax "does not discriminate against the officer or employee because of the source of the pay or compensation."

The Court dismissed Michigan's argument that the law applied only to current employees and not to retirees, by concluding that retirement benefits were "compensation" under the statute. The Court stated that Congress would not have intended to permit discrimination against retirees, while forbidding discrimination against current employees.

The Court addressed the doctrine of intergovernmental tax immunity. The state argued that the doctrine was intended to protect governmental powers and not private individuals. The Court rejected that argument by citing precedent that the immunity applied to those doing business with the government.

The state also argued that there was a rational distinction between federal and state employees. To the argument that the exemption was a reasonable inducement for hiring and retaining employees, the Court said "[t]he State's interest in adopting a discriminatory tax, no matter how substantial, is simply irrelevant to an inquiry into the nature of the two classes receiving inconsistent treatment." The Court also rejected the argument that the burden of any discrimination was offset by the more substantial federal retirement benefits, by suggesting that a non-discriminatory adjustment would be made through a tax based upon the amount of benefits received.

The Court stated that because Michigan had conceded the issue, the federal retiree who challenged the Michigan exemption was entitled to a refund. Whether other states affected by the issue would be required to provide a refund was not decided by the Court in this case. Under current law, the question of retroactive application would be determined under each state's law.

The Court refused to resolve whether such equal treatment would be done by extending the exemption to federal employees or eliminating it for state employees, but remanded the case to the state court to determine, first whether the exemption was severable from the

Michigan tax code, and second, what was the proper way to comply with the equal treatment mandate.

The states affected were left with essentially two alternatives; either extend the exemption to federal retirement benefits or eliminate the exemption for state retirement benefits. Both would have major fiscal impacts for the states, although the impact would vary greatly among them.

Since Missouri was one of the states that exempted the pension benefits of almost all of state and local government employees from state income tax but taxed pension benefits from federal employment, Missouri had to try to deal with the Davis v. Michigan case very late in the 85th General Assembly, First Regular Session. The Missouri Attorney General opined that the Missouri tax structure was illegal and refunds were due federal retirees back to 1985. Private attorneys hired by the Legislature indicated that refunds back to 1985 might not be necessary. The fiscal impact of these refunds was estimated to be between \$150 to \$160 million in prior years' refunds. There would also be the loss of tax revenues in future years, estimated to be between \$25 to 50 million. It was estimated that there are 68,000 Missourians drawing federal civil service and military pension that average \$12,107 in annual benefits. There are approximately 59,000 Missourians that draw local, LAGERS, and State MOSERS and Highway pensions that average \$5,136 annually. In addition, there are approximately 200,000 private Missouri pensioners that have average annual benefits of \$7,001.

The President Pro Tem of the Senate, the Speaker of the House, and the Governor all agreed to seek an expedited court ruling as to whether the prior years' refunds must be paid or tax revenue lost. All agreed that if the court ruled that prior years' refunds must be paid that either the recently passed FY90 appropriations must be reduced which would create a severe disruption in vital state services and programs or that taxes must be increased.

The Governor announced his budget reduction package to make up for the shortfall. It included the following:

School Foundation Program	\$ 33 0 million
Colleges and Universities	45.4 million
Mental Health	16.9 million
Social Services	14.4 million
State Employees' Pay Plan	37.0 million
Public Safety & Corrections	6.4 million
Capital Improvements	8.4 million
Other Reductions	<u>30.5 million</u>
 TOTAL	 \$192.0 million

He announced his contingency plan to replace the possible refund loss. His plan included a cigarette tax of 8 cents per pack plus tobacco products at 15% for a period of two years and a corporate franchise tax for one year which would increase the rate by

1/20 of one percent which would double the tax.

The Legislature of the 85th General Assembly, First Regular Session handled the question of unconstitutionally discriminate exemptions by passing Conference Committee Substitute #2 for Senate Substitute for House Committee Substitute for House Bill 674. This act made various changes in the income tax and public retirement laws of this state including taxation of retirement benefits so that the state would be in compliance with the U.S. Supreme Court's decision in Davis v. Michigan including:

1. The portion of annuities, pensions and other retirement allowances of federal, Missouri, other states, and local governments above \$6,000 would be subject to income taxation. Social Security benefits would be excluded from consideration.

2. The \$6,000 exemption would be annually adjusted for the increase or decrease in the exemption level for calculation of the taxability of Social Security benefits.

3. For that portion of the taxpayer's tax year between July 1 and December 31, 1989, the amount of the exemption would be \$3,000. The exemption would be applicable for the following filing statuses only if the taxpayer's adjusted gross income for that period is less than the following amounts:

- a. Single - \$12,500
- b. Married filing combined - \$16,000 (combined)
- c. Married filing separately - \$8,000

4. The full exemption would be allowed for taxable years beginning on or after January 1, 1990. The exemption would be applicable for the following filing statuses only if the taxpayer's adjusted gross income is less than the following amounts:

- a. Single - \$25,000
- b. Married filing combined - \$32,000
- c. Married filing separately - \$16,000

5. For purposes for calculating income for the property tax circuit breaker tax credit, the exemption would not be considered.

6. Lump sum distributions of government retirement compensation otherwise taxable under the income tax law would be subject to a tax equal to 10% of the taxpayer's federal liability for the same tax year.

7. The exemption created for government pensions will be applied to retirement and pension benefits received from all sources, including private pensions, for tax years beginning after January 1, 1991.

This still left the problem of how to deal with the prior years' refunds and on-going loss of revenue and whether the refunds had to be made for tax years 1985 to 1988. Two federal retirees filed suit in the Supreme Court of Missouri requesting tax refunds as a result of Davis v. Michigan. The Supreme Court of Missouri filed its ruling on May 25, 1989, in the case of Frederick and Josephine Hackman v. Director of Revenue, State of Missouri.

The Court ruled that the Hackman's were owed the overpayments collected under the old law. As a result of this ruling and his reluctance to reduce the FY90 operating budget, the Governor called a special session of the Legislature to address the need for new taxes to pay for the prior years' pension refunds.

After many public hearings and extensive discussions, the Legislature passed House Committee Substitute for Senate Bill #2 in the 85th General Assembly, First Extraordinary Session. This act imposed temporary increases in corporate income and sales taxes in order to generate sufficient revenues to pay for the prior years' tax refunds. For the period October 1, 1989 through June 30, 1990 an additional one-fifth cent sales tax was imposed, making the total state rate 4.425 percent. For the 1990 and 1991 income tax years, an additional 1% corporate income tax rate was imposed on taxable incomes between \$100,000 and \$335,000. An additional 1.5% rate was imposed on taxable income above \$335,000. The corporate income tax increase paid by banks would be not allowed as a credit against the bank tax imposed in Section 148.030, RSMo. The Director of the Department of Revenue was directed to deposit any amounts collected under this act which exceeded the State's obligation to refund individual income tax collected on federal retirement benefits and the amount of lost revenues into the Budget Stabilization Fund. The Director was required to report quarterly to the Senate, House, and Commissioner of Administration on the amount of tax generated under this act and the amount of refunds made.

The passage of House Bill 674 in the regular session and Senate Bill 2 in the special session have placed Missouri in compliance with the Davis v. Michigan case and will provide the necessary revenue stream to pay for the federal retirees' tax refunds for the tax years 1985 to 1988. The Davis v. Michigan case has emphasized the need for Missouri to make a comprehensive and all-inclusive review of its tax statutes and exemptions. It is anticipated that a review of this nature will be conducted in the near future.

STATE EMPLOYEE PAY PLAN HISTORY

FY 79	July 1, 1978	6.6% cost of living, 1 1/2% merit, salary adjustments for selected classes.
FY 80	July 1, 1979	6% cost of living and 1% merit. Salary adjustments for selected classes were vetoed by the Governor.
FY 81	July 1, 1980	7.5% cost of living and 1 1/2% merit, salary adjustments for selected classes.
FY 82	July 1, 1981	\$360 per F.T.E. Vetoed by Governor.
FY 83	July 1, 1982	\$600 plus 1% cost of living and 1% merit plus \$240 additional health insurance benefits. Salary adjustments for selected classes.
FY 84	July 1, 1983	\$240 per year per employee plus \$120 per year additional health insurance benefits. Salary adjustments for selected classes. NOTE: Selected salary adjustments approximate a 5% increase for those classes.
FY 85	July 1, 1984	7% cost of living and salary adjustments for selected classes. NOTE: Selected salary adjustments approximate a 5% increase for those classes.
FY 86	July 1, 1985	8% cost of living and salary adjustments for selected classes. NOTE: Selected salary adjustments approximate a 4.5% increase per step.
FY 87	July 1, 1986	\$840 per year per employee and salary adjustments on a very limited exception basis. The Governor reduced to \$720 per year per employee and deleted entirely for top officials (elected officials, department directors, etc.) NOTE: Exception salary adjustments ranged from 3% to 10%.
FY 88	July 1, 1987	3% cost of living plus \$240 additional health insurance contribution per F.T.E.
FY 89	July 1, 1988	\$360 per F.T.E.
FY 90	July 1, 1989	2.2% cost of living for all employees plus an approximate 2% within grade adjustment for 93% of all employees.
	Jan. 1, 1990	Selected salary adjustments of approximate 4.5% for 67% of all employees. NOTE: Statutory employees increased current salaries by calendary year 1988 personal income growth of 5.67%.

